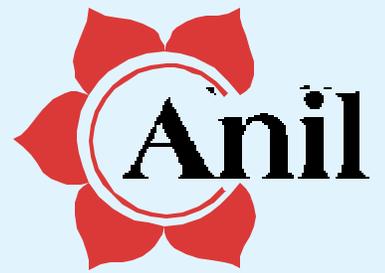


Anil Limited



Excellence Defined



ANNUAL 2012
REPORT 2013

COMPANY INFORMATION



Shri Amol Sheth
Chairman & Managing Director



Shri Kamal Sheth
Independent Director



Shri Anish Shah
Independent Director



Smt. Indira Parikh
Independent Director



Shri Anurag Kothawala
Group Director



Excellence Defines



Shri Shashin Desai
Executive Director

CHIEF FINANCIAL OFFICER

Shri Dipal Pakhiwala

COMPANY SECRETARY

Shri Chandresh Pandya

AUDITORS

M/s. Parikh & Majmudar
Chartered Accountants

BANKERS

Bank of India | Punjab National Bank | LICI Bank

REGISTERED OFFICE

P. O. BOX - 10009,
Anil Road, Ahmedabad - 380 025
Tel. : 079 - 40282000
Fax : 079 - 22200731
E-mail : investor-relations@anil.co.in
Website : www.anil.co.in

PLANT LOCATION

Anil Road,
Ahmedabad - 380 025

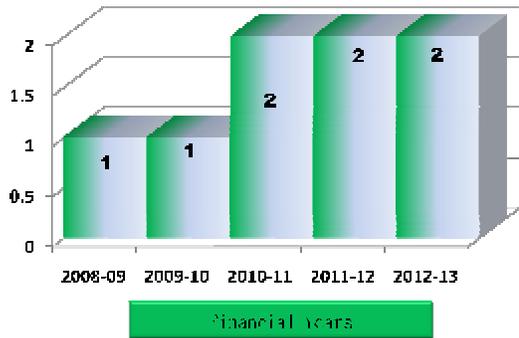
REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
Unit: Anil Limited
Unit No 303, 3rd floor Shoppers Plaza V,
Opp. Municipal Market,
Behind Shoppers Plaza I,
DIF C G Road, Ahmedabad 380009
Phone : 91 79 2646 5179
Fax No. 91-79-2646 5179
Email: ahmedabad@linkintime.co.in

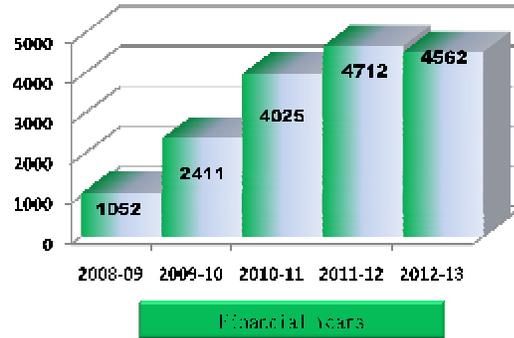
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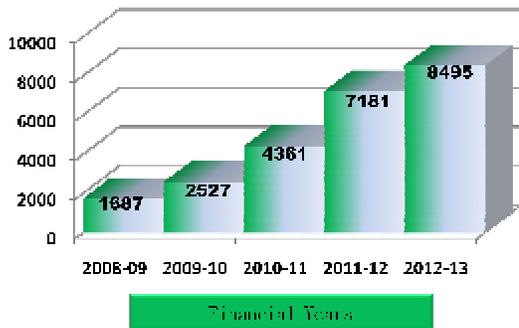
DIVIDEND (Rs.)



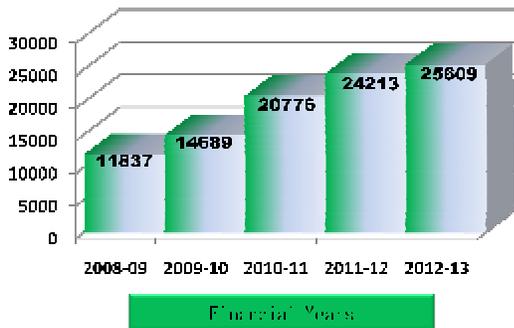
PAT (Rs. IN LACS)



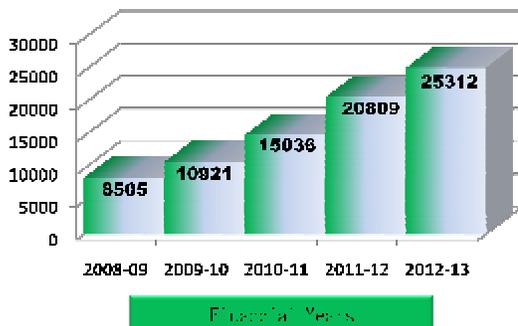
EARNINGS IN FOREIGN CURRENCY (Rs. IN LACS)



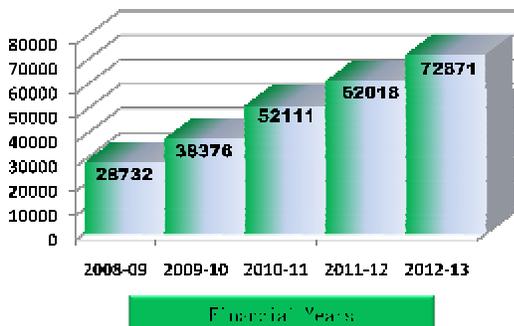
FIXED ASSETS (Rs. IN LACS)



NET WORTH (Rs. IN LACS)



TURNOVER (Rs. IN LACS)



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

OVERVIEW:

The Indian economy grew at its slowest pace in a decade in 2012-13, posing another fresh challenge to India incorporation. Data released by the Central Statistical Organization (CSO) showed that the economy grew 5% in 2012-13, compared to 6.2% in the previous year. The Indian economy, Asia's third-largest, has slowed sharply from the scorching growth notched a few years ago due to a string of factors, including high inflation, high interest rates, slowing global economy, delay in implementation of projects, policy logjam, slowing industrial growth and declining business sentiment.

The high current account deficit, which widened to 6.7% in the December quarter, and stubborn inflation has acted as obstacles to easing monetary policy aggressively. What has been most disappointing is that industrial output growth in 2012-13 has been a mere 1%, posing a threat to job creation and overall growth.

With respect to GDP growth for the Financial Year 2012-13, the extent of divergence between the projected growth rate of the economy and the actual outcome is considerably large. The slowing growth rate in India during the Financial Year 2012-13 can be explained in terms of both global factors and domestic factors. The slowdown in growth in advanced economies and near recessionary conditions prevailing in Europe resulted not only in lower growth of international trade but also lower capital flows. However, a major cause of manufacturing sluggishness in this financial year has been the drop in investments as reflected in the slower rate of growth in disbursement of bank credit and lower investment in new projects.

CAD, which represents the difference between inflows and outflows of foreign currency, has touched a record high in the Financial Year 2012-13. Current Account deficit occurs when a country's total imports are greater than the Country's total exports. The high volume of gold imports, high international oil prices widening of the trade deficit has put pressure on CAD. On the other hand, global slowdown and internal uncertainties led to decline in exports, overseas remittances and fresh foreign inflows. All this led to eventual depreciation of rupee which consequently impacted inflation.

Due to erratic and deficient rainfall, area coverage under kharif crops has declined as compared to last year. Coarse cereals and pulses, grown mostly in rain fed conditions, have suffered a major decline in their area under cultivation. This has increased the price of maize considerably in comparison to the previous financial year.

BUSINESS OVERVIEW:

Anil Limited is engaged in the business of manufacturing starch and specialty starch products that cater across various industries, including Textile, Paper, Food & Beverages, Adhesive, Pharmaceuticals, Chemicals and Animal Feed Industry. The products that are supplied to these industries are value added products which offer higher realization, higher margins and better contribution. The range of products that Anil Limited manufactures are Native Starch, Chemical Starches, Modified Starches, Dextrins, Dextrose Monohydrate, Anhydrous Dextrose, Liquid Glucose, Corn Syrup, and Sorbitol. Anil Limited has a large range of modified starches that cater to various applications in these industries. Anil Ltd has aggressively expanded its geographical markets. Your company is exporting to more than 35 countries.

Research & Development (R&D) at Anil Limited focus on new products and application development, keeping abreast with latest developments worldwide, process reengineering to optimize product cost and providing customized solutions to customers. To cater to various applications, Anil Limited has reconfigured its R&D centre with application labs. ANIL has a team of well qualified scientists and industry specific specialists that gives total solutions to the customers in various industries. The R&D also works closely with some of the leading scientific institutions of India.

During the Financial year under review the revenue from operations has gone up to ` 70671.65 Lacs compared to ` 60224.05 Lacs in the previous year registering a growth of 17.35%. The export of the company have increased to ` 8494.59 Lacs during the year compared to ` 7181.44 Lacs in the previous year reflecting a growth of 18.29%. Profit after tax was ` 4562.33 Lacs as against ` 4711.70 Lacs for the previous year. The earnings per share (EPS) for the year was ` 43.31 as against ` 46.73 in the previous year.

ENVIRONMENT, HEALTH AND SAFETY (EHS):

In managing Health, Safety and Environment during the year, your company has focused on better, smarter operations, reduction in wastage of resources and strengthening systems to reduce potential health and safety incidences.

Environment

Your Company undertook various initiatives in Financial Year 2013 to adopt best environmental management practices and promote awareness on EHS management and also celebrates special events like "The World Environment Day".

This year the United Nations Environment Program (UNEP) observed the World Environment Day by following the theme "Green Economy". Since we too firmly believe in this theme your Company had decided to mark the World Environment Day on 5th June 2012 by planting as many trees as possible. "We love our Mother Nature" – by taking this pledge to conserve the environment, the employees & workers at ANIL participated in large numbers in the tree plantation activity and planted more than 600 plants.

Health

Maintaining a healthy and productive workforce is a smart strategy of business and promoting health is a proven key in health care practices. Life at ANIL is not just about work alone! Your Company ensure that it gives high priority to work life balance and hence undertakes various initiatives through employee engagement programs.

During the year, your company had conducted many significant lectures, workshops, blood donation camp and other health awareness camps through which the company had tried to give its employees awareness and guidance concerning their health.

Safety

ANIL also maintains high priority towards keeping the highest standards of safety norms while maintaining operational integrity. In pursuance to that, your company ensures that an employee and worker feels secured while undertaking his routine tasks with complete determination and confidence and thus safeguarding their health and life. ANIL also carries out various trainings, programs and celebrations to generate awareness amongst the employees and the workers so as to prevent them from any fatal or mishap.

Continuing the trend at ANIL, the first week of March was marked as the Safety Awareness Week and Celebrations were held from 4th March 2013 to 9th March 2013. Safety badges were distributed to create awareness for safety. Your Company has also organized training sessions, a safety quiz and competitions like essay writing, slogan writing and poster making during the year under review.

INTERNAL CONTROL SYSTEM & THEIR ADEQUACY:

Our Governance and compliance processes, which include the review of internal control over financial reporting, ensure that all the compliances to be made are complete. Your company has in place an adequate system of internal control. Professionally qualified

accountants and SAP experienced executives carry out extensive Internal Audit throughout the year. The Internal Audit results are used by management to create detailed action plans and Key findings are reported to the senior managements regularly. Audit Committee of the Board of Directors regularly reviews the adequacy and effectiveness of internal Audit and monitors the implementation of internal audit recommendations.

Certifications

Your Company is an ISO 9001:2008 certified Company and along with this the Company has obtained HALAL and GOTS Certificates also.

HUMAN RESOURCES / INDUSTRIAL RELATIONS:

Your Company's innovative human resources management strategies supported its business growth in a challenging environment. There has always been a strong emphasis on employment fulfilment at your Company to ensure that while there is continued focus on achieving goals, we always make time to have ensured that the work environment is conducive for work.

The work environment of your company enables its employees to work together in a trusting and respectful manner. Anil Limited always encourages discussion and debate on the new ideas. Your Company always provides a platform for development by organising various seminars and programmes.

OPPORTUNITY & THREATS:

Opportunity & Strength

Your Company is catering to various industries including Textile, Paper, Food & Beverages, Adhesive, Pharmaceuticals, Chemicals and Animal Feed Industry. The focus of Government of India for these industries is encouraging and they have good business development models. Our State of the art R&D is giving special attention on application based exclusive product development. It has dedicated application experts and labs for segments viz. Textile, Paper, Food & Pharma and Feed & Fertilizer etc. to take advantage of growth in all these segments.

At ANIL, we believe that competitive strengths include – Leadership in providing innovative solutions that enable our customers to deliver improved business results in addition to optimising the efficiency of their business.

Threats & Risks

While near term risks to global financial stability are retreating, the global economic climate continues to be volatile and uncertain. For India, economic activity is expected to show a modest improvement over last year, with a pick-up likely only in the second half of the year. Upside pressures on inflation, both at wholesale and retail levels, remains high stemming.

Any significant disruption of any of in-house facilities or third party locations due to internal, third party lapses even on the short term basis due to economic, political & social unrest or by any event which is Force Majeure, which may lead to impair or ability to produce and to market the same on a timely basis and could expose us to penalty & claim for customers. Consequently, your Company recognises the importance of a well structured system to identify and manage the different elements of risk. The inherent risks across operational, strategic and tactical issues are mapped in terms of likelihood of occurrence and materiality.

FORWARD LOOKING STATEMENT:

All statements that address to projections, expectations, anticipations, outlook, estimates and so on may constitute forward looking statements within the meaning of applicable laws and regulations. These are based on certain assumptions and expectations of future events, the Company cannot guarantee that these are actual or realised. Actual results might differ materially from such expectations, projections and so on whether express or implied. Several factors could make significant difference to the Company's operations. These include climatic conditions and economic conditions affecting demand and supply, government regulations and taxation, natural calamities and so on over which the Company does not have any direct control. The Company assumes no responsibility to publicly amend, modify or revise any such statements on the basis of subsequent developments.

DIRECTORS' REPORT

Dear Members,

We are delighted to present the Annual Report together with Audited Statement of Accounts of the Company for the financial year ended March 31, 2013.

FINANCIAL RESULTS

The standalone operating performance of your company for the financial year ended March 31, 2013 as compared to the previous financial year is given below:

(` in Lacs except per share data)

Particulars	2012-13	2011-12
Sales & Operating Income	70671.65	60224.05
Operating Profits (PBDIT)	12119.33	11312.12
Less Depreciation	1096.39	970.15
Less Net Interest Expenses	5041.11	3994.74
Profit Before Exceptional Items & Tax	5981.83	6347.23
Less Extraordinary Items	(42.86)	4.09
Less Tax Expenses	1462.36	1631.44
Less Short/Excess Pro Of earlier year w/o	0.00	0.00
Net Profit After Tax	4562.33	4711.70
Balance brought forward	11578.07	7741.06
Distributable Profits	16140.40	12452.76
Appropriated as under:		
Transfer to General Reserve	500.00	500.00
Proposed Equity Dividend	195.32	195.32
Proposed Dividend on Redeemable Preference Share	285.96	127.07
Dividend Distribution Tax	78.08	52.30
Balance Carried Forward	15081.04	11578.07
Earning Per Share (` per share)		
- Basic	43.31	46.73
- Diluted	43.31	46.73

OPERATIONS AND REVIEW (COMPANY'S PERFORMANCE)

During the year under review, your Company has been able to register strong working results supported by our product offerings to varied industries; during the year under review total income of the Company has increased to ` 70671.65 Lacs from ` 60224.05 Lacs in the previous year at a growth rate of 17.35%. Our Export revenue aggregated to ` 8494.59

Lacs up by 18.29% from ` 7181.44 Lacs in the previous year. Our Gross profit amounted to ` 6024.70 Lacs as against ` 6343.14 Lacs in the previous year. The profit before Interest, Depreciation, Taxes and Amortization (PBDIA) amounted to ` 12119.33 Lacs as against ` 11312.12 Lacs in the previous year.

ISSUE OF REDEEMABLE PREFERENCE SHARES

Pursuant to resolution passed by the Members at the Annual General Meeting held on September 17, 2012 further 5,00,000 Redeemable Preference Shares aggregating to ₹ 5.00 Crores have been allotted on November 11, 2012. This has resulted increase in paid-up share capital of the Company from ₹ 43,56,61,660/- to ₹ 48,56,61,660/- consisting of 97,66,166 Equity Shares of ₹ 10/- each and 38,80,000 Redeemable Preference Shares of ₹ 100/- each.

DIVIDEND

Based on Company's performance, your Board of Directors are pleased to recommend dividend of ₹ 2.00/- per equity share (previous year ₹ 2.00/- per equity share) of face value ₹ 10/- each for the year ended March 31, 2013. The dividend, if approved by the shareholders, will be paid to the eligible shareholders within the period stipulated under the Companies Act, 1956. The proposed dividend would be tax free in the hands of the shareholders.

The Company proposes to transfer ₹ 500 Lacs to General Reserve out of the amount available for appropriation and amount of ₹ 15081.18 Lacs is proposed to be retained in Profit and Loss Account.

The Redeemable Preference Shares are entitled to a dividend of 8.00% per annum. Accordingly, the Directors have recommended, for approval of the Members, a dividend of ₹ 8.00 per Share on 33,80,000 Redeemable Preference Shares of Re.100/- each and ₹ 3.11 per Share on 5,00,000 shares issued during the year on November 11, 2012 on a pro-rata basis for the Financial Year 2012-13.

MANAGEMENT DISCUSSION AND ANALYSIS (MDA):

The Management Discussion and Analysis Report as required under clause 49 of the Listing Agreement with the Stock Exchange has been attached and forms part of this Directors' Report As Annexure.

SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENTS:

As on March 31, 2013, your company have Two subsidiary companies namely Anil Bioplus (Europe) B. V. and Anil Life sciences Ltd.

As required under the Listing Agreement with the Stock Exchanges, Consolidated Financial Statements of the Company have been prepared in accordance with Accounting Standards 21 and 23 issued by the Institute of Chartered Accountants of India and attached herewith.

In accordance with the general circular issued by the Ministry of Corporate Affairs, Government of India, the Balance Sheet, Profit and Loss Account and other documents of Subsidiary Companies have not been attached with the Balance Sheet of the Company. The Company will make available the Annual Accounts of the Subsidiary Companies and related detailed information to any member of the Company who may be interested in obtaining the same. The Annual Accounts of subsidiary Company will also be kept open for inspection at the Registered Office of the Company and that of the respective Subsidiaries Company. The Consolidated Financial Statements presented by the Company include the financial results of its Subsidiary Companies. The Statement pursuant to Section 212(1)(e) of the Companies Act, 1956 in respect of Subsidiaries is attached herewith as Annexure II.

DIRECTORS

Shri Kamal Sheth retires by rotation as director at the upcoming Annual General Meeting and being eligible offers himself for re-appointment.

Shri Kamal Sheth aged about 57 years is a B.Sc by qualification. He is having wide experience in the field of Marketing and business administration. He is also on the Board of various Companies and social organizations. He is the chairman of Audit Committee & Share Transfer committee cum investor grievance committee and member of the Remuneration committee of the Company. He does not hold any share of the Company.

The Board recommends his re-appointment at the forthcoming Annual General Meeting of the Company.

AUDITORS

M/s. Parikh & Majmudar, Chartered Accountants, Ahmedabad retire as auditors of the Company at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment as Auditors. The Audit Committee of the Board of Directors of the Company and Board of Directors has recommended that M/s. Parikh & Majmudar, Chartered Accountants, be appointed as auditors to hold office until the conclusion of the next Annual General Meeting. The Company has received confirmation that their appointment will be within the limits prescribed under section 224 (1B) of the Companies Act, 1956.

FINANCE AND ACCOUNTS

The Notes on Financial Statements are referred to in the Auditors' Report are self explanatory and do not call for any further comments.

PUBLIC DEPOSITS

During the year under review your Company has neither accepted nor renewed any Public Deposits.

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 217 (2AA) of the Companies Act, 1956, in relation to the financial statements for the year ended on March 31, 2013, the Board of Directors state that:

- (i) the applicable accounting standards have been followed in preparation of the financial statements and there are no material departures from the said standards;
- (ii) in order to provide a true and fair view of the state of affairs of the Company as on March 31, 2013 and the profits for the period ended on that date, reasonable and prudent judgments and estimates have been made and generally accepted accounting policies have been selected and consistently applied;
- (iii) proper and sufficient care has been taken for 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;
- (iv) the financial statements have been prepared on a going concern basis.

INSURANCE

The Company's buildings, plant and machineries, stocks and other properties wherever necessary and to the extent required have been adequately insured.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as prescribed under Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, relating to the Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo, are set out in Annexure III to this report.

CORPORATE GOVERNANCE

Your Company is committed to maintain the highest standards of Corporate Governance and adhere to the Corporate Governance requirements.

A detailed report on Corporate Governance along with the Compliance Certificate obtained from the practicing Company Secretary as stipulated under Clause 49 of the Listing Agreement forms part of the Annual Report.

PARTICULARS OF EMPLOYEES AS PER SECTION 217(2A) OF THE COMPANIES ACT, 1956

There was no employee drawing remuneration in excess of limits prescribed under section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 and therefore not applicable to the Company.

COST AUDITORS

For the FY2013, the Board of Directors of the company had re-appointed on the recommendation of the Audit Committee, M/s. R. Nanabhoy & Co., Cost Accountants as cost auditors for auditing the cost accounts. Their appointment was approved by Central Government. In terms of the Companies (Cost Audit Report) Rules, 2011 the Cost Audit Report relating to the financial year ended 31st March 2012 had been filed within the due date.

For the Financial year 2013-14, the Board of Directors of the Company have appointed, on the recommendation of the Audit Committee, M/s. R. Nanabhoy & Co., as Cost Auditors of the Company for Auditing the cost accounts.

COMPULSORY TRADING IN DEMAT MODE

Trading of the equity shares of your Company are being traded compulsorily in DEMAT form from 23/03/2001 pursuant to circular of SEBI.

ACKNOWLEDGEMENTS

The Directors wish to express their appreciation of continued co-operation of the Governments, Bankers, Financial Institutions, esteemed Customers, business associates and other agencies. We place on record our appreciation of the contribution made by our employees at all levels. Directors also wish to thank all the shareowners and stakeholders for their continued support and look forward to have the same support in all future endeavors.

For and On behalf of the Board
Sd/-
Amol Sheth
Chairman & Managing Director

Place : Ahmedabad
Date : May 10, 2013

Annexure I

**STATEMENT PURSUANT TO SECTION 212 (1) (e) OF THE COMPANIES ACT 1956, RELATING TO
SUBSIDIARY COMPANIES**

Particulars	Name of Subsidiary	
	Anil Life sciences Ltd.	Anil Bioplus (Europe) BV
Financial year Ended	March 31, 2013	March 31, 2013
Holding Company's Interest	100%	100%
Shares held by Holding Company in Subsidiary	50,000 Shares	1 Share
The Net Aggregate of Profits or losses for the above financial year of the subsidiary so far as it concerns the members of the holding company	(205792.00)	(92128.66)
a. Dealt with or provided for in the accounts of the holding Company.		
b. Not dealt with or provided for in the accounts of the holding Company		
The Net Aggregate of Profits or losses for the previous financial years of the subsidiary so far as it concerns the members of the holding Company	N.A.	(171072.00)
a. Dealt with or provided for in the accounts of the holding Company		
b. Not dealt with or provided for in the accounts of the holding Company		
Statement of Changes under section 212 (5) of the Companies Act, 1956:		
(i) Fixed Assets, Capitalized Assets & WIP	—	—
(ii) Investments	—	—
(iii) Monies Lent	—	—
(iv) Monies Borrowed / Term Loan for its ongoing project from the Banks / Financial Institutions	—	—

For and on behalf of the Board of Directors

Amol Sheth

(Chairman & Managing Director)

Kamal Sheth

(Director)

Dipal Palkhiwala

(Chief Financial Officer)

Chandresh Pandya

(Company Secretary)

**ANNEXURE II
ANNEXURE TO THE DIRECTORS' REPORT**

Particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo in terms of section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report.

A specific taskforce team has been formed to identify areas for saving in the steam and power cost. The team has been identifying areas for reduction in steam and power consumption as well for bringing in efficiencies in steam generation. Help of external experts in the field of energy has also been taken to identify areas and ways of reducing cost of energy.

A. CONSERVATION OF ENERGY:

(a) Energy Conservation measures taken:

ANIL has continued their efforts to improve energy usage efficiencies. Innovative ways and new technologies were constantly explored to save energy. The Company lays great emphasis on the conservation of energy and as part of continuous efforts for conservation of energy, several measures were taken during the year under review

(b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:

(c) Impact of the measures taken at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

Energy conservation measures taken have resulted in savings in Energy costs and helped partially offset the inflationary trend in fuel/ electricity. Significant reductions in specific energy consumption have been recorded across businesses with commensurate reduction in costs.

(d) Total energy consumption per unit of Production:

FORM A

I. POWER AND FUEL CONSUMPTION:

Sr.	Particulars	2012-13	2011-12
1.	ELECTRICITY: Purchased Unit 000 KWH Total Amount (` in Lacs) Rate per unit	33323.35 2154.24 6.46	32075.87 1818.11 5.67
2.	COAL-GRADES B TO E: Quantity (M.T.) Total Cost (` in Lacs) Average Rate (` per M.T.)	30756.00 1625.54 5285.28	38482.30 1803.79 4687.32
3.	FURNACE OIL: Quantity (K.L.) Total Amount (` in Lacs) Average Rate (` per K.L.)	402.20 188.63 46899.55	373.06 166.96 44754.19
4.	LIGNITE & OTHERS: Quantity (M.T.) Total Cost (` in Lacs) Average Rate (` per M.T.)	Nil Nil Nil	2166.42 63.18 2916.33

II. CONSUMPTION PER M.T. OF PRODUCTION

Particulars	ELECTRICITY		STEAM	
	Current Year		Current Year	
	STD	KWH	STD	M.T.
Biological Agents	-	4.75	-	4.600
	-	(3.69)	-	(4.400)
Food, Pharma & Animal Healthcare Ingredients	-	35.19	-	0.920
	-	(37.90)	-	(1.140)
Industrial & Allied Products	-	175.70	-	0.690
	-	(179.79)	-	(0.722)

NOTE: Figures in brackets relates to previous year.

B. TECHNOLOGY ABSORPTION**FORM B****RESEARCH AND DEVELOPMENT:****(a) Specific Areas in which Research & Development carried out by the Company:**

ANILS Research & Development Center has been approved by the Department of Science & Technology since 1974 and it has been actively engaged in carrying out Research & Development in several areas including process and product improvement. There are enormous applications of Anil's product in various segment of industry. Anil has made strategy to focus on various applications and continuously find newer applications for existing products. R&D is giving special attention on application based exclusive product development. R&D centre is mainly engaged in following areas:

- Product Development
- Process development
- Process upgradation / Quality upgradation
- Application development of new and existing products
- Technical services

During the year under review the center has focused on new products for Textile, Paper, Food and ceramic industries. The Center has also focused on development of new / modified products for overseas customers as per their specific requirements.

(b) Benefits derived as a result of R&D

The Company has developed various new products during the year which includes:

- (i) New version of corrugation gum has been developed. This will help the corrugation industry to achieve better finish of corrugated sheets.
- (ii) New modified starch is developed for paper sizing that will help paper industry to achieve overall improved properties of paper.
- (iii) New modified starch for food industry is developed. Indian Farsan'is the focused application for the product.
- (iv) Fungal alpha amylase, process development work is completed and achieved the product quality at par with international suppliers
- (v) Product development completed for a pregelatinized modified starch to suit the requirement of ceramic printing.

(c) Future plan of action

The Company will continue to lay emphasis on the main areas of Research & Development set out under para (a) above.

(d) Expenditure on R&D

(` in Lacs)

Particulars	2012-2013	2011-2012
Capital	17.90	290.27
Recurring	149.61	144.34
Total	167.51	434.61
Total R&D Expenditure as percentage of total turnover	0.24%	0.72%

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

Technological innovation has become need of business to achieve and maintain competitive advantage. Through continuous interaction with Research & Development centre Anil has continued its endeavor to absorb the best technology for its product range and manufacturing process.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars	(` in Lacs)	
	Year Ended	
	March 31, 2013	March 31, 2012
Foreign Exchange Earnings:		
FOB Value of Exports	8494.59	7181.44
Foreign Exchange Outgo:		
CIF Value of Imports	144.50	504.14
Traveling Expenses	47.62	36.72
Commission on Export Sales	58.98	57.63

REPORT ON CORPORATE GOVERNANCE

Company's philosophy on Corporate Governance

Corporate governance is about commitment to values and ethical business conduct by an organization which refers to the systematic process by which business are operated, regulated and controlled to enhance their wealth generating capacity and fulfill social obligation. This includes its corporate and other structures, its culture, policies and the manner that meet the aspirations of all the stakeholders including societal expectations by ensuring that the enterprise adheres to accepted ethical standards and best practices as well as to formal laws. Timely and accurate disclosure of information regarding the financial situation, performance, ownership and governance of the company is an integral part of corporate governance. This enhances public understanding of the structure and activities of an organization.

There is a proactive flow of information to the members of the Board and the Board Committees enabling discharge of fiduciary duties effectively. ANIL has full-fledged systems and processes in place for internal controls on all operations,

risk management and financial reporting. ANIL confirms to the requirements of Clause 49 of the Listing Agreement. All the committees of the Board like Shares Transfer and Investors' Grievance Committee, Audit Committee etc. that are constituted under the Code of Corporate Governance, have been functioning effectively.

1. BOARD OF DIRECTORS

Composition of the Board

As on March 31, 2013 ANILS Board consist of 4 Members of which 3 are independent & non-executive directors. The Composition of the Board as on March 31, 2013 is in conformity with the requirement of Clause 49 of the Listing Agreement.

Number of Board Meetings

The Board of Directors of the Company met four times during the year on May 22, 2012, August 8, 2012, November 9, 2012, and February 13, 2013.

The composition of the Board of Directors, attendance of directors at the Board meetings and at the Annual General Meeting held during the year under review along with the number of outside directorships and committee positions are given in the table below:

Name of the Director	Category of Directorship	No. of other Directorships Held ⁽¹⁾	No. of other Board Committees of which Member / Chairman ⁽²⁾	Board meetings attended	Attendance at the last AGM
Shri Amol S. Sheth	Chairman & Managing Director	6	3 (as Member)	4	Yes
Shri Kamal R. Sheth	Non-Executive (Independent)	1	2 (as Chairman)	4	Yes
Shri Anish K. Shah	Non-Executive (Independent)	-	2 (as Member)	4	Yes
Smt. Indira J. Parikh	Non-Executive (Independent)	4	2 (as Member)	1	No

⁽¹⁾ The number of other directorships excludes directorships held in Private Limited Companies, Foreign Companies, Companies under Section 25 of the Companies Act, 1956 and that of the Company.

⁽²⁾ This includes the Chairmanship/Membership only in the Audit Committee and Shareholders' Grievance Committee of all listed and unlisted public limited companies.

The details of the Director seeking re-appointment at the forthcoming Annual General Meeting as required under Clause 49(IV)(G) of the Listing Agreement are given in the Directors' Report.

None of the Non-Executive Directors have any material pecuniary relationship or transactions with the Company.

During the year 2012-13, information as mentioned in Annexure 1A to Clause 49 of the Listing Agreements has been placed before the Board for its consideration.

The Board also periodically reviews compliance reports of all laws applicable to the Company, prepared by the designated employees as well as steps taken to rectify instances of non-compliance.

2. AUDIT COMMITTEE

The Audit Committee of the Board, inter alia, provides reassurance to the Board on the existence of an effective internal control environment. The composition of the Committee as on March 31, 2013 and the particulars of attendance at the committee meetings during the year under review are given below:

Name of Director / Member	Chairman / Member	Category of Directorship	No. of Meetings Attended
Shri Kamal R. Sheth	Chairman	Non-Executive (Independent)	4
Shri Anish K. Shah	Member	Non-Executive (Independent)	4
Smt. Indira J. Parikh	Member	Non-Executive (Independent)	1

The composition of the Committee complied with the requirements of clause 49 of listing agreement and section 292A of the Companies Act, 1956.

During the year under review, four meetings of the Committee were held on May 22, 2012, August 8, 2012, November 9, 2012 and February 13, 2013

The Chairman of the Committee attended the previous Annual General Meeting of the Company held on September 17, 2012.

The Secretary of the Company acts as a Secretary to the Committee. The statutory auditors, internal auditors, CEO, General Manager – Company Affairs & Accounts are invited to attend and participate at the meetings from time to time.

The broad terms of reference of the committee are to review and recommend the financial statements and to review the adequacy of internal control systems and internal audit function. The Role of the Committee includes the following:

- (a) Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- (b) Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the Statutory auditor, the fixation of audit fee and fees for other services.
- (c) Reviewing with the management the annual financial statements and draft audit report before submission to the Board, focusing primarily on:
 - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of Section 217 of the Companies Act, 1956.
 - Changes, if any, in accounting policies and practices.
 - Major accounting entries based on exercise of

judgment by management.

- Qualifications in draft audit report.
 - Significant adjustments made in the financial statements arising out of audit findings.
 - Compliance with listing and other legal requirements relating to financial statements.
 - Disclosure of any related party transactions.
- (d) Reviewing, with the management, the quarterly financial statement before submission to the Board for approval.
 - (e) Reviewing with the management, performance of statutory and internal auditors and adequacy of internal control system.
 - (f) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
 - (g) Reviewing with management, Management Discussion and Analysis of financial condition and results of operation.
 - (h) Discussions with internal auditors any significant findings and follow up thereon.
 - (i) Reviewing the findings of any internal investigations by the internal 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.
 - (j) Discussions with external auditors before the audit commence, about the nature and scope of the audit as well as have post-audit discussions to ascertain any area of concern.
 - (k) Reviewing the Company's financial and risk management policies.
 - (l) To look into the reasons for substantial defaults in the payment to the depositors, debentures holders, shareholders (in case of nonpayment of declared dividends) and creditors.

3. SHARE TRANSFER-CUM-INVESTORS GRIEVANCES COMMITTEE

(i) Composition:

The composition of Transfer Committee and details of meetings attended by the members of the Transfer Committee are given below:

Name of Directors	Chairman / Member	Category
Shri Kamal R. Sheth	Chairman	Non-Executive (Independent)
Shri Anish K. Shah	Member	Non-Executive (Independent)
Smt. Indira J. Parikh	Member	Non-Executive (Independent)

The Committee meets on a need basis at least twice a month to ensure the regular process of transfers/transmissions of shares and issuance of duplicate Share Certificates.

Shri Chandresh Pandya, Company Secretary of the Company, provided secretarial support to the Committee and has been designated as Compliance Officer for such matters.

During the year the Company received nine complaints and the same was attended within a reasonable period of time. One complaint was pending as on March 31, 2013.

(ii) Terms of Reference:

- (a) To approve and register transfer and/or transmission of equity shares.
- (b) To subdivide, consolidate and issue equity share certificates on behalf of the Company.
- (c) To affix or authorise fixation of common seal of the Company on the equity, Preference certificates of the Company.
- (d) To issue duplicate equity share certificates.
- (e) To look into the redressal of investor grievances in general and relating to non receipt of dividends, non receipt of Annual Reports etc.
- (f) To look into other related issues towards strengthening investor relations.

4. REMUNERATION COMMITTEE

The Remuneration Committee of the Board inter alia, recommends to the Board the compensation terms of Executive Directors and the senior most level of management immediately below the Executive Directors.

(i) Composition, Meeting and Attendance during the year

Name of Directors	Chairman / Member	Category
Shri Anish K. Shah	Chairman	Non-Executive (Independent)
Smt. Indira J Parikh	Member	Non-Executive (Independent)
Shri Kamal R. Sheth	Member	Non-Executive (Independent)

During the year under review, one meeting of the Committee was held on November 8, 2012. Shri Anish Shah and Shri Kamal Sheth were present at the meeting.

(ii) Remuneration Policy

Your Company's remuneration strategy aims at attracting and retaining high caliber talent. The remuneration policy, therefore, is market-led and takes into account the competitive circumstance of each business so as to attract and

retain quality talent and leverage performance significantly. Remuneration Committee determines and recommends to the Board, the compensation of the Executive Directors and management personnel.

(iii) Managerial Remuneration

A. Remuneration of Chairman & Managing Director

The details of remuneration paid to Chairman & Managing Director of the Company for the

financial year 2012-13 are as under:

Particulars	(` In Lacs)
Salary	66.00
Contribution to PF & Other Funds	7.20
Perquisites	Nil
Commission	200.00
Total	273.20

B. Independent Non Executive Directors (INEDs)

During the year, the INEDs were neither paid any remuneration nor granted any loans or advances. The details of sitting fees paid to the Non-Executive Directors during the financial year 2012-13 are given below:

Sr. No.	Name of Non-Executive Director	Sitting Fees (`)
1	Shri Kamal R. Sheth	23,000
2	Shri Anish K. Shah	23,000
3	Smt. Indira J. Parikh	3,000

C. Details of shares of the Company held by the Directors as on March 31, 2013 are given below:

Sr. No.	Name of the Director	No. of Equity Shares held
1	Shri Amol Sheth	28,620
2	Shri Kamal Sheth	Nil
3	Shri Anish Shah	Nil
4	Smt. Indira Parikh	Nil

5. CFO CERTIFICATION:

The CFO have certified to the Board that:

- a) We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2013 and that to the best of our 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 together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our 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.

- c) We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the auditors and the Audit Committee
 - i) There have been no significant changes in internal control during the year.
 - ii) There have been no significant changes in accounting policies during the year except for the changes disclosed in the notes to the financial statements if any.
 - iii) There have been no instances of significant fraud of which we 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.

6. GENERAL BODY MEETINGS

Details of last three Annual General Meetings are as under:

Day, Date and Time of AGM	Venue	No. of Special Resolutions passed
Thursday, August 26, 2010 at 9.45 a.m.	Ahmedabad Textile Mills Association (ATMA) Hall, Ashram Road, Ahmedabad – 380 009	2
Friday, September 9, 2011 at 10.00 a.m.	Ahmedabad Management Association, ATIRA Campus, Vikram Sarabhai Marg, Ahmedabad – 380 015	4
Monday, September 17, 2012 at 10.00 a.m.	Ahmedabad Textile Mills Association (ATMA) Hall, Ashram Road, Ahmedabad – 380 009	1

All the special resolutions indicated above were passed by show of hands.

No Extra-Ordinary General Meeting was held during the financial year 2012-13.

Resolutions Passed Through Postal Ballot

1. No Special Resolution requiring a postal ballot was passed during the year under review. No Special Resolution requiring a postal ballot is being proposed in the ensuing Annual General Meeting.

7. DISCLOSURES

a. Details of Legal Compliances

There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years and hence no penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority.

The CEO and CFO have certified to the Board with regards to the Financial Statements and other matters as required in the Listing Agreement.

b. Code of Conduct

The Company has adopted a Code of Conduct for all its Board Members and Senior Management Personnel to avoid any conflict of interest. The confirmation to the adherence of the Code of Conduct for the Financial Year 2012-13 in the form of declaration is received from all the Directors and Members in the Senior Management of the Company, to whom such code is applicable and a declaration to that effect forms part of this report as Annexure 1. The Board of Directors has noted the

adherence to the Code of Conduct. The Code of Conduct of the Company is available on the Company's web-site.

c. Related Party Transactions

Transactions with related parties as per Accounting Standard – 18 are disclosed in detail in Note No. 34 annexed to the financial statements for the year. Adequate care was taken to ensure that the potential conflict of interest did not harm the interests of the Company at large.

d. Disclosure of Accounting Treatment

There is no deviation in following the treatments prescribed in any Accounting Standard in preparation of financial statements for the year 2012-13.

e. Reconciliation of Share Capital Audit

A qualified practicing Company Secretary carried out a share capital audit to reconcile the total admitted equity share capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed equity share capital. The audit report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

f. SCORES (SEBI Complaints Redress System):

The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and on line viewing by investors of actions taken on the complaint and its current status.

The e-mail ID earmarked for investor complaints is investor-relations@anil.co.in.

g. Mandatory & Non-Mandatory Clauses

The Company has complied with all mandatory requirements laid down by the Clause 49. So far, the Company has not adopted the non-mandatory clauses of the clause 49 of the listing agreement.

8. SUBSIDIARY COMPANIES

None of the subsidiaries of the Company fall under the purview of the material non-listed subsidiary as per criteria given in Clause 49 of Listing Agreement. The Audit Committee of the Company reviews the financial statements and investments made by unlisted subsidiary Companies. The minutes of the board meetings along with a report on significant developments of the Subsidiary companies are periodically placed before the Board of Directors of the Company.

9. MEANS OF COMMUNICATION

The Company regularly intimates unaudited as well as audited financial results to the stock exchanges immediately after being approved by the Board. The quarterly, half yearly and annual results of the Company are generally published in one English daily newspaper (National) and one Gujarati newspaper (Regional). The quarterly, half yearly and annual results are also posted on Company's website, www.anil.co.in.

10. CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

The Certificate from Practicing Company Secretary regarding compliance of Corporate Governance for the year ended March 31, 2013 is annexed with the Directors' Report.

11. GENERAL SHAREHOLDER INFORMATION

(a) Annual General Meeting

Date & Time	Monday, September 30, 2013 at 9.30 a.m.
Venue	Ahmedabad Management Association (AMA) ATIRA Campus, Dr. Vikram Sarabhai Marg, Ahmedabad - 380 015

(b) Tentative Financial Calendar for the year 2012-13

Financial year	April 1 to March 31
First Quarter results	By Second week of August, 2013
Half Yearly results	By Second week of November, 2013
Third Quarter results	By Second Week of February, 2014
Fourth Quarter or Audited Results	By End of May, 2014
Annual General Meeting for the year ending March 31, 2014	By End of September, 2014

(c) Date of Book Closure

September 24, 2013 to September 30, 2013 (both days inclusive)

(d) Dividend Payment Date

The proposed dividend, if approved at the ensuing AGM will be distributed on or after October 5, 2013.

(e) Listing on Stock Exchanges and Security Codes

Name of Stock Exchange	Scrip Code
Bombay Stock Exchange Limited, Mumbai (BSE)	532910
Ahmedabad Stock Exchange Limited, Ahmedabad (ASE)	04292

The Company has paid the annual listing fees for the year 2012-13 to both of the above stock exchanges.

(f) Corporate Identity Number (CIN)

L15490GJ1993PLC019895

(g) Market Price Data

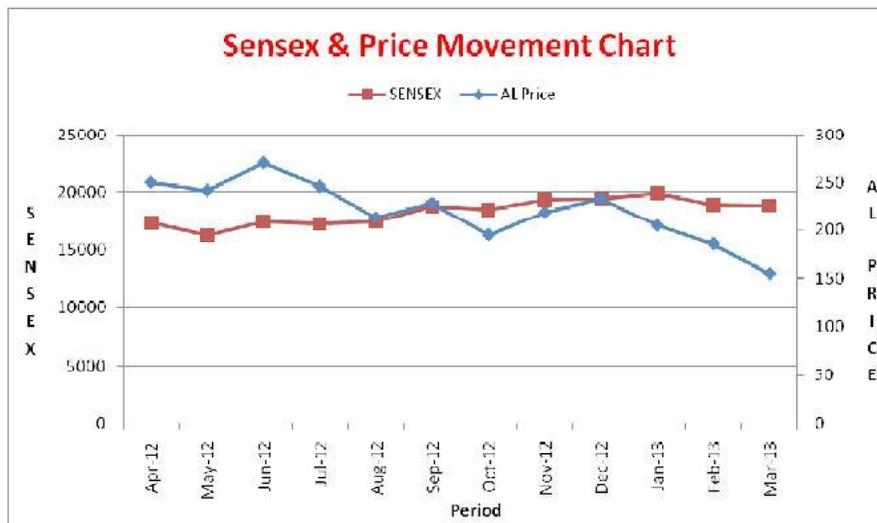
The closing market price of equity shares on March 28, 2013 (last trading day of the year) was ₹ 154.80 on BSE.

The monthly movement of equity share prices during the financial year 2012-13 at BSE is summarized as herein below:

Month	High Price	Low Price
April 2012	258.00	230.00
May 2012	255.90	225.10
June 2012	275.00	238.00
July 2012	275.00	244.05
August 2012	255.00	209.10
September 2012	244.40	202.00
October 2012	250.00	195.00
November 2012	219.90	190.20
December 2012	240.00	216.00
January 2013	240.00	195.00
February 2013	216.00	180.00
March 2013	189.20	150.40

No trading recorded on Ahmedabad Stock Exchange Limited.

(h) Stock Performance Chart (2012-13)



(i) Share Transfer system

Shares sent for transfer in physical form are registered and returned by Registrar and Share Transfer Agent within 15 days from the date of receipt of documents, provided the documents are found in order. The Share Transfer-cum-Investor Grievances Committee meets generally twice in a month to approve share transfers/transmissions.

As per the requirements of clause 47 (c) of the Listing Agreement with the Stock Exchanges, the Company has obtained the half yearly certificates from a Company Secretary in Practice for due compliance of share transfer formalities.

The Company has signed necessary agreements with two depositories currently functional in India viz. National Securities Depository Ltd. & Central Depository Services (India) Ltd. The transfer of shares in depository mode need not be approved by the Company.

(j) Distribution of Shareholdings as at March 31, 2013

By category of shareholders:

Category	No. of Shares held	% of Shareholding
Promoters	6,724,076	68.85
Banks, FIs, Insurance companies	12,948	0.13
Private Bodies Corporate	5,67,066	5.81
Non-Resident Indians	54,019	0.55
Indian Public	23,92,619	24.50
Other (Clearing Member)	15,438	0.16
Total	9,766,166	100.00

By category of shareholders:

No. of equity shares held	No. of shareholders	% of shareholders	No. of shares	% of shareholding
1-500	13248	94.96	876999	8.98
501-1000	396	2.84	283889	2.91
1001-2000	169	1.21	243020	2.49
2001-3000	37	0.27	90043	0.92
3001-4000	25	0.18	88352	0.90
4001-5000	18	0.13	80273	0.82
5001-10000	17	0.12	121562	1.25
10001 and Above	41	0.29	7982028	81.73
TOTAL	13,951	100.00	9,766,166	100.00

(k) Dematerialization of equity shares

The shares of the Company are available for trading in the dematerialised form under both the Depository Systems in India – NSDL and CDSL. The International Securities Identification Number (ISIN) allotted to the Company's shares under the Depository System is INE125E01019. The annual custody fees for the financial year 2013-14 have been paid to NSDL and CDSL, the Depositories. During the year, The processing activities with respect to requests received for dematerialisation are generally completed within Seven working days.

As on 31 March 2013, **90,98,453** equity shares being **93.16%** of the total equity paid-up share capital of the Company was held in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The following table gives information relating to outstanding dividend accounts and the dates by which they can be claimed by the shareholders:

Financial Year	Date of Declaration	Last Date for Claiming Unpaid Dividend
2005-06	27.09.2006	26.09.2013

(m) "Go Green" Initiative:

As a continuing endeavour towards the 'Go Green' initiative, the Company had sent Annual Report for the year 2012-13 by e-mail to those shareholders whose e-mail addresses were made available to the Depositories or the Registrar and Transfer Agents. Shareholders are requested to support this

(L) Transfer of Unpaid/Unclaimed amounts to Investor Education and Protection Fund:

Pursuant to Sections 205A and 205C and other applicable provisions, if any, of the Companies Act, 1956, all unclaimed/unpaid dividend, application money, debenture interest and interest on deposits as well as principal amount of debentures and deposits pertaining to the Company remaining unpaid or unclaimed for period of seven years from the date they became due for payment, have been transferred to the Investor Education and Protection Fund (IEPF) established by the Central Government. No claim shall lie against the IEPF or the Company for the amounts so transferred nor shall any payment be made in respect of such claims. Members who have not yet encashed their dividend warrant(s) for the financial years 2005-06 onwards, are requested to make their claims without any delay to the Company's Registrar and Transfer Agents, Link Intime India Pvt. Ltd.

Green Initiative by registering/updating their e-mail addresses for receiving electronic communications

(n) Outstanding GDRs / ADRs / Warrants / any other convertible instruments

As on date, the Company does not have any outstanding instruments of the captioned type.

(o) Registered Office

P. O. Box – 10009,
Anil Road,
Ahmedabad – 380 025
Phone: +91 (79) 40282000
Fax: +91 (79) 22200731

(p) Plant Location:

Anil Road, Ahmedabad-380 025

(q) Compliance Officer

Chandresh Pandya,
Company Secretary
Anil Limited
P. O. Box – 10009,
Anil Road,
Ahmedabad – 380 025
Phone: +91 (79) 40282000
Fax: +91 (79) 22200731

(r) Investor Relations

investor-relations@anil.co.in

(s) Registrar and Share Transfer Agent

Link Intime India Pvt. Ltd.
Unit: Anil Limited
Unit No. 303, 3rd Floor,
Shoppers Plaza V,
Opp. Municipal Market,
Behind Shoppers Plaza II,
Off C G Road, Navrangpura,
Ahmedabad – 380 009
Phone: 079-2646 5179
Fax No. 079-2646 5179
Email: ahmedabad@linkintime.co.in

For and On behalf of the Board of Directors

Place : Ahmedabad
Date : May 10, 2013

Amol Sheth
Chairman & Managing Director

ANNEXURE TO CORPORATE GOVERNANCE REPORT

AFFIRMATION OF COMPLIANCE WITH CODE OF BUSINESS CONDUCT & ETHICS

The Board of Directors of the Company has adopted the Code of Conduct for Directors and Senior Management of the Company.

All the Board Members and the Senior Management Personnel have affirmed their Compliance with the respective Code for the year ended on March 31, 2013.

Place : Ahmedabad
Date : May 10, 2013

Amol Sheth
Chairman & Managing Director

CERTIFICATE ON CORPORATE GOVERNANCE

To the members of Anil Limited,

We have examined the compliance of the conditions of Corporate Governance by Anil Limited for the year ended on 31st March 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of the opinion of the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of 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.

Place : Ahmedabad
Date : May 10, 2013

Kumud M. Shah
Company Secretary
C. P. No. 2706
Membership No. FCS 410

CSR AT ANIL

Having initiated CSR activities a couple of years back, we at ANIL are now in the process of growing and consolidating the activities undertaken by 'SPARSH', the trust formed for this purpose. Our basic CSR philosophy is to create set ups to facilitate activities which will enable or empower the not so privileged class of the society to lead a better quality of life through opportunities of earning a livelihood. Thus, what we intend to do is to create a sustainable model of livelihood creation for the not so privileged class of the society instead of being a one time financial support.

We made a beginning in this area by starting an education centre at 'Ashok Mill ni Chali', near our Bapunagar plant. Having received a very encouraging response from the local community over there, as a tribute to our former Chairman (Late) Shri Shripal C. Sheth, on 13th January, 2012, his birth anniversary, SPARSH inaugurated its second education centre at Bilwasa na Chhapra, Ambawadi, Ahmedabad. In no time, 20 girls around the average age group of 13 to 18 years, enrolled themselves to this education centre.

Achievements:

- We have presently successfully completed 4 batches in total.
- All the girls who attended the course feels more confident and enthusiastic after going through the course at Aparsh study centers.
- They are doing better in their school academics as well.
- In further development we are soon going to start with income generation activities at both of our Sparsh Study centers. Which will help them to identify their self capacity, self awareness and increase their self confidence.
- Livelihood program will also help them to develop their potential employment opportunities in local areas and inculcate entrepreneurial spirit among them.

INDEPENDENT AUDITORS REPORT

To
The members of
ANIL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of ANIL LIMITED (the Company) which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and the 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). 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. 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:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (ii) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date and
- (iii) 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), as amended, 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 accounts 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 and
 - e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For PARIKH & MAJMUDAR

Chartered Accountants

FRN No. 107525W

[CA. Dr. HITEN PARIKH]

Partner

Membership No. 040230

Place : Ahmedabad

Date : 10th May, 2013

ANNEXURE TO THE AUDITORS' REPORT
(The Annexure referred to in our report to the members of ANIL LIMITED. (The Company”) for the year ended on 31st March, 2013, We report that;

- i) (a) The company has maintained proper records showing full particulars, including situation of its fixed assets. The quantity details are being updated.
- (b) As explained to us, the Company has designed a phased program of verification of fixed assets to cover all the items over a period of two years which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the program, some part of fixed assets was physically verified by the management during the year. According to information, and explanations given to us, no material discrepancies were noticed by the management on such verification.
- (c) According to the information and explanation given to us, the company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the company is not affected
- ii) (a) Physical verification of inventory has been conducted during the year by the management at reasonable intervals, In our opinion, the frequency of verification is reasonable.
- (b) In our opinion & according to the information & explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable & adequate in relation to the size of the company & nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. As explained to us, the discrepancies noticed on physical verification of inventory were properly dealt with in the books of accounts.
- iii) In respect of loans secured or unsecured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
 - (a) During the year, the company has not taken any new loan from parties covered in the register maintained u/s 301 of the Companies Act, 1956. However the company had taken loan from one party earlier covered under the register maintained u/s 301 (maximum amount involved during the year was ` 81.28 Lacs and the year end balance from the said party was ` 81.28 Lacs.)
 - (b) In our opinion and according to the information and explanation given to us, the terms and conditions of the unsecured loans taken by the company from the party covered in the register maintained under section 301 of the Companies Act, 1956 are prima facie not prejudicial to the interest of the company.
 - (c) As regards loans taken by the company terms of repayment have not been stipulated and hence the question of any overdue amount does not arise
 - (d) The company has not granted Unsecured Loan to any party covered under register maintained u/s 301 of the Companies Act, 1956.
- iv) In our opinion & according to the information & explanations given to us, there are adequate internal control systems commensurate with the size of the company & nature of its business for the purchase of inventory, fixed assets & also for the sales of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls systems.
- v) (a) In our opinion and according to the information & explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under section 301 of the Companies Act, 1956

- (b) In our opinion, and according to information and explanation given to us, the transactions of purchase of goods & materials, sales of goods, materials, fixed assets & services made in pursuance of contract or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 aggregating during the year ` 5.00 Lacs or more in respect of such parties have been made at prices which are reasonable having regard to the prevailing market prices for such goods, materials, fixed assets & services or the prices at which the transactions for similar goods, materials, fixed assets & services have been made with other parties.
- vi) In our opinion and according to information & explanation given to us, company has complied with the directives issued by the Reserve Bank of India and provisions of Section 58A and 58AA of the Companies Act ,1956 and the rules framed there under with regard to the deposits accepted from the public.
- vii) The Company has appointed a firm of Chartered Accountants for Internal Audit. In our opinion, the internal audit is commensurate with its size & nature of its business.
- viii) We have broadly reviewed the books of accounts maintained by the company in respect of products where pursuance to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under section 209(1) clause (d) of the Companies Act, 1956 and we are of the opinion that prima facie, the prescribed accounts and records have been maintained. We have however not made a detail examination of the records with a view to determine whether they are accurate or complete.
- ix) (a) According to the records maintained by the company, the undisputed Statutory dues including provident fund, employees State Insurance, Income-tax, Wealth-tax, Service Tax, Sales-tax Customs duties, excise duty, cess and other statutory dues have been regularly deposited during the year with the appropriate authorities. On the basis of records produced before us for our verification and according to the information & explanation given to us, no undisputed amount payable in respect of afore said dues were in arrears as at 31st March, 2013 for a period of more than six months from the date they became payable.
- (b) On the basis of records produced before us for our verification and according to the information and explanations given to us, the details of disputed, Sales Tax, Central Excise duty & Income Tax dues aggregating to ` 2418.03 lacs that have not been deposited as on 31st March, 2013 on account of matters pending before appropriate authorities, the details of which are as under.

Sr.	Nature of the dues	Financial Year to which the matter relates	Forum where the matter is pending	Amount (in Lacs)
1	SALES TAX			
a)	Sales Tax Demand	1994-1997	Gujarat High Court	47.23
2	CENTRAL EXCISE DUTY			
a)	Excise demand for product classification	01.04.1998 to 29.02.2000	Customs Excise and Service Tax Appellate Tribunal, Ahmedabad	147.91
b)	Excise demand for product classification	01.09.1996 to 31.05.1997	Customs Excise and Service Tax Appellate Tribunal, Ahmedabad	9.61
c)	Excise demand for Product Classification	August 1999 to June 2004	Gujarat High Court	1470.03
d)	Excise demand on CENVAT Reversal on Exempted Goods	January 2009 to December 2009	Customs Excise and Service Tax Appellate Tribunal, Ahmedabad	20.01
e)	Excise Demand on CENVAT Reversal on Exempted Goods and non maintenance of Separate account for Exempted final products	01.04.2005 to 31.12.2009	Commissioner of Central Excise, Ahmedabad	131.84

Sr.	Nature of the dues	Financial Year to which the matter relates	Forum where the matter is pending	Amount (in Lacs)
3	INCOME TAX			
a)	Income Tax Demand	2002-03	Dy. Commissioner of Income Tax (OSD) – Range 1	0.24
b)	Income Tax Demand	2003-04	Income Tax Appellate Tribunal, Ahmedabad	5.12
c)	Income Tax Demand	2006-07	Income Tax Appellate Tribunal, Ahmedabad	6.59
d)	Income Tax Demand	2007-08	CIT (Appeal) –VI ,Ahmedabad	27.67
e)	Income Tax Demand	2008-09	CIT (Appeal) –VI ,Ahmedabad	58.87
f)	Income Tax Demand	2009-10	CIT (Appeal) –VI ,Ahmedabad	492.91

- x) The Company does not have accumulated losses at the end of the financial year and has not incurred cash losses in the financial year under question and in the immediately preceding financial year.
- xi) According to information & explanation given to us, and on the basis of written confirmation received from some of the banks, the company has generally not defaulted in repayment of dues to Banks or financial institutes.
- xii) In our opinion & according to the information & explanation given to us, no loans & advances have been granted by the company on the basis of security by way of pledge of shares, debentures & other securities.
- xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/ society.
- xiv) According to the information & explanations given to us, the company is not dealing or trading in shares, securities debentures & other investments.
- xv) In our opinion, the terms & conditions on which the company has given guarantee for loans taken by others from Banks or financial institutions are prima facie, not prejudicial to the interest of the company.
- xvi) According to the Information & explanations given to us, the term loan raised during the year has been applied for the purpose for which the said is raised .
- xvii) According to the information and explanations given to us and on an overall examination of the Balance sheet of the Company and after placing reliance on the reasonable assumptions made by the company, there are no funds raised on short term basis, which have been used for long term purpose.
- xviii) The Company has not made any Preferential allotment of shares during the year under review.
- xix) As explained to us, the company has not created any security in respect of debentures issued during the year.
- xx) The company has not raised any money by way of public issue during the year.
- xxi) According to the information & explanations given to us, no fraud on or by the company has been noticed or reported during the course of our Audit.

For PARIKH & MAJMUDAR
 Chartered Accountants
 FRN No. 107525W

[CA. Dr. HITEN PARIKH]
 Partner
 Membership No. 040230

Place : Ahmedabad
Date : 10.05.2013

BALANCE SHEET A SAT 31ST MARCH, 2013

Particulars	Note No.	(` in Lacs)	
		As at 31 st March, 2013	As at 31 st March, 2012
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	4,856.62	4,356.62
(b) Reserves and surplus	2	20,455.37	16,452.27
		25,311.99	20,808.89
2 Non-current liabilities			
(a) Long-term borrowings	3	12,368.95	5,333.48
(b) Deferred tax liabilities (net)		2,378.64	2,165.47
(c) Other long-term liabilities	4	153.86	333.80
(d) Long-term provisions	5	30.38	51.80
		14,931.83	7,884.55
3 Current liabilities			
(a) Short-term borrowings	6	26,228.79	23,259.21
(b) Trade payables	7	7,684.92	7,749.82
(c) Other current liabilities	8	4,352.35	3,256.53
(d) Short-term provisions	9	1,954.42	1,755.97
		40,220.49	36,021.53
TOTAL		80,464.32	64,714.97
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	20,254.67	19,925.23
(ii) Intangible assets	11	248.09	275.02
(iii) Capital work-in-progress		4,067.76	2,178.91
		24,570.52	22,379.16
(b) Non-current investments	12	2,275.46	574.04
(c) Long-term loans and advances	13	4,428.57	430.15
(d) Other non-current assets	14	114.00	65.53
		6,818.03	1,069.72
2 Current assets			
(a) Current investments	15	5.19	5.00
(b) Inventories	16	19,006.90	14,931.00
(c) Trade receivables	17	24,202.38	19,524.60
(d) Cash and cash equivalents	18	2,567.58	1,907.78
(e) Short-term loans and advances	19	3,293.72	4,897.72
(f) Other current assets		49,075.77	41,266.09
TOTAL		80,464.32	64,714.98
Accounting Policies	A		
Notes forming part of Financial Statements	1 to 41		

In terms of our report attached.

For Parikh & Majmudar

Chartered Accountants

FRN No. 107525W

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

Place : Ahmedabad

Date : 10/05/2013

Chandresh Pandya

Company Secretary

For and on behalf of the Board of Directors

Amol Sheth

Chairman & Managing Director

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note No.	(` in Lacs)	
		For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
A CONTINUING OPERATIONS			
1 Revenue from operations (gross)	20	72871.28	62,017.59
Less: Excise duty	20	2199.62	1,793.54
Revenue from operations (net)		70671.65	60,224.05
2 Other income	21	211.39	171.70
3 Total revenue (1+2)		70,883.04	60,395.76
4 Expenses			
(a) Cost of materials consumed	22.a	48,033.19	39,071.29
(b) Purchases of stock-in-trade	22.b	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22.c	(1,106.79)	(1,260.10)
(d) Employee benefits expense	23	2,148.33	2,060.27
(e) Manufacturing Expenses	25 a	6965.04	6,718.39
(f) Finance costs	24	5041.11	3,994.74
(g) Depreciation and amortisation expense		1096.39	970.15
(h) Other expenses	25 b	2,724.68	2,471.96
(i) Prior period Expenses		(0.74)	21.82
Total expenses		64,901.20	54,048.53
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		5,981.84	6,347.23
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5± 6)		5,981.84	6,347.23
8 Extraordinary items	26	(42.86)	4.09
9 Profit / (Loss) before tax (7± 8)		6,024.70	6,343.14
10 Tax expense:			
(a) Current tax expense for current year		1267.10	1,410.00
(b) Deferred tax		213.17	220.89
(c) Short/(excess Provision) for Income tax		(18.46)	-
(d) Wealth Tax		0.55	0.55
		1,462.36	1,631.44
11 Profit for the year		4,562.33	4,711.70
12 Earnings per share (of 10/- each):			
(a) Basic		43.31	46.73
(b) Diluted		43.31	46.73
Accounting Policies	A		
Notes forming part of Financial Statements	1 to 41		

In terms of our report attached.

For Parikh & Majmudar

Chartered Accountants

FRN No. 107525W

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

Place : Ahmedabad

Date : 10/05/2013

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth

Chairman & Managing Director

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2013

PARTICULARS			(` in Lacs)	
	2012-2013	2012-2013	2011-2012	2011-2012
(A) Cash Flow From Operating Activities				
Profit before tax		6024.70		6343.14
Adjustments for				
Depreciation	1096.39		970.15	
Interest and Finance cost	5041.11		3994.74	
Loss on Sale of Fixed Assets	(42.86)		4.09	
Dividend Income	(2.85)		(1.90)	
Interest income	(98.98)		(63.79)	
		5992.82		4903.29
Operating Profit Before Working Capital Changes		12017.51		11246.43
Adjustment for Change In:				
Inventories	(4075.90)		(4417.06)	
Receivable	(4677.79)		(5009.24)	
Loans & Advances	(2442.89)		652.14	
Trade Payables	1026.07		2991.57	
		(10170.50)		(5782.59)
		1847.01		5463.84
Income Taxes Paid	(1249.19)		(1410.55)	
		(1249.19)		(1410.55)
Net Cash Generated From Operations		597.81		4053.29
(B) Cash flow from Investing activities				
Purchase of Fixed Assets	(4557.50)		(3319.38)	
Sale of Shares	0.00		0.00	
Sale of Fixed Assets	1314.68		13.96	
Dividend Income	2.85		1.90	
Purchase of Investments	(1701.60)		(506.88)	
Net Cash Generated From Investing Activities		(4941.58)		(3810.40)
(C) Cash Flow From Financing Activities				
Proceeds From Zero Coupon Convertible Debenture	500.00		500.00	
Proceeds form Long term Borrowings	7045.93		(1913.31)	
Proceeds form Banks for working capital	4533.66		4744.53	
Proceeds form Unsecured Borrowings	(1563.29)		1442.97	
Deffered Payments credits against vechile (Net of Repayments)	(11.24)		(30.15)	
Interest Paid	(5041.11)		(3994.74)	
Dividend Paid (Including Tax on Dividend)	(559.36)		(374.70)	
Interest Received	98.98		63.79	
Net Cash Generated from Financing Activities		5003.56		438.40
Net Increase In Cash & Cash Equivalents		659.80		681.29
Cash & Cash Equivalents at The Beginning of The Year		1907.78		1190.26
Cash & Cash Equivalents at The End of The year		2567.58		1907.78

ANIL LIMITED

Particulars	2012-2013 (in `)	2011-2012 (in `)
Cash and cash equivalents :		
Cash On Hand	43.33	20.74
Balances With The Banks (Including Margin Money)	2524.25	1887.04
Cash And Cash Equivalents	2567.58	1907.78

Notes to Cash Flow:-

1. All figures in bracket are outflow.
2. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard 3 on "Cash Flow Statement" issued by The Institute of Chartered Accountant of India.

For Parikh & Majmudar

Chartered Accountants
FRN No. 107525W

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

Place : Ahmedabad

Date : 10/05/2013

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth Chairman & Managing Director

Kamal Sheth Director

Dipal Palkhiwala Chief Financial Officer

(A) SIGNIFICANT ACCOUNTING POLICIES:

a. Method of Accounting

The Financial Statements are prepared as per historical cost convention and in accordance with the Generally Accepted Accounting Principles in India, the provisions of the Companies Act 1956, and the applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006. All Income and Expenditures having material bearing on the Financial Statements are recognized on accrual basis.

b. Use of Estimates

The preparation of the financial statements in conformity with GAPP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

c. Revenue Recognition

Sales are stated inclusive of rebate and trade discount and excluding Central Sales Tax, State Value Added Tax. With regard to sale of products, income is reported when practically all risks and rights connected with the ownership have been transferred to the buyers. This usually occurs upon dispatch, after the price has been determined.

Export Benefits are accounted on accrual basis.

d. Fixed Assets

Tangible Fixed Assets acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation [other than freehold land where no depreciation is charged] and impairment losses, if any. The acquisition value includes the purchase price (excluding refundable taxes), and expenses directly attributable to assets to bring it to the factory and in the working condition for its intended use. Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings if any, the corresponding borrowing cost are capitalized up to the date when the asset is ready for its intended use.

Capital work in progress is stated at Cost.

Pre-operative expenditure & trial run expenditure on the Project is capitalized amongst the various heads of fixed assets on the commencement of commercial production of respective project.

e. Depreciation

- i) Depreciation on Fixed Assets is provided on Straight Line Basis in accordance with the provisions of Section 205(2)(b) of the Companies Act, 1956 in the manner and at the rates specified under Schedule XIV to the said Act.
- ii) Depreciation on additions to Assets during the year is being provided on pro-rata basis with reference to month of acquisition/installation as required by Schedule XIV to the Companies Act, 1956.
- iii) Depreciation on assets sold, scrapped or demolished during the year is provided at their respective rates up to the date on which such assets are sold, scrapped or demolished, as required by Schedule XIV of the Companies Act, 1956.
- iv) No depreciation has been provided in respect of Capital Work in Progress.

f. Excise Duty

Excise Duties recovered are included in the sale of products. Excise duties in respect of Finished Goods lying in stock are shown separately as an item of Manufacturing & Other Expenses and included in the valuation of finished goods.

g. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.. The Cash flows from operating, investing and financing activities of the Group are segregated.

Cash and Cash equivalents presented in the Cash Flow Statement consists of cash on hand and demand deposits with banks.

h. Foreign Currency Transactions

Transactions in the foreign currency which are covered by forward contracts are accounted for at the contracted rate; the difference between the forward rate and the exchange rate at the date of transaction is recognized in the profit & loss account over the life of the contract. Foreign currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

i. Investments

Investments are classified as Long Term & Current Investments. Long Term Investments are valued at cost less provision for diminution other than temporary, in value, if any. Current Investments are valued at cost or fair value whichever is lower.

j. Valuation of Inventories

- i) Raw materials are valued at cost or net realizable value whichever is lower.
- ii) Work in progress has been valued at cost of materials and labour charges together with relevant factory overheads.
- iii) Finished Goods are valued at cost or net realizable value whichever is lower. (Inclusive Excise Duty).
- iv) Stores & Fuel are valued at cost or net realizable value whichever is lower.

k. Employee Benefit:

(i) Short Term

Short Term employee benefits are recognized as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the company.

(ii) Long Term

The Company has both defined contribution and defined benefit plans. These plans are financed by the Company in the case of defined contribution plans.

(iii) Defined Contribution Plans

These are plans in which the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payments to the defined contribution plans are reported as expenses during the period in which the employees perform the services that the payment covers.

(iv) Defined Benefit Plans

Expenses for defined benefit gratuity payment plans are calculated as at the balance sheet date by independent actuaries in the manner that distributes expenses over the employees working life. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discounted rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on Government Bonds with a remaining term i.e. almost equivalent to the average balance working period of employees.

(v) Other Employee Benefit

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid.

l. Earning per Share :

Basic earning per share is calculated by dividing the net profit after tax for the year attributable to Equity Shareholders of the Company by the weighted average number of Equity Shares in issue during the year. Diluted earning per Share is calculated by dividing net profit attributable to equity Shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding during the year.

m. Taxation

Income –tax expense comprises of current tax, and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of brought forward business losses, capital losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to reassure realization.

n. Impairment

The Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset other than goodwill is reversed if, and only if, the reversal can be related objectively to an event significant occurring after the impairment loss recognized. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment losses been recognized for the asset in prior years.

o. Provisions & Contingencies

A provision is recognized when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding long term benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the Financial Statements. A contingent asset is neither recognized nor disclosed.

p. Borrowing Cost

Borrowing costs are recognized in the period to which they relate, regardless of how the funds have been utilized, except where it relates to the financing of construction or development of assets requiring a substantial period of time to prepare for their intended future use. Interest on borrowings if any is capitalized up to the date when the asset is ready for its intended use. The amount of interest capitalized for the period is determined by applying the interest rate applicable to appropriate borrowings.

q. Research & Development Expenditure

Research & Development Expenditure is charged to revenue. Capital expenditure on research and development is reported as fixed assets under the relevant head. Depreciation on research and development fixed assets are not classified as research and development expenses and instead included under depreciation expenses.

r. Proposed Dividend & Corporate Dividend Tax

Dividend proposed by the Board of Directors along with corporate dividend tax is provided in the books of accounts. Approval in the General Meeting is pending for the same.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(` in Lacs)

Particulars	As at 31 st March, 2013		As at 31 st March, 2012	
	Number of shares	Amount	Number of shares	Amount
NOTE 1 SHARE CAPITAL				
(a) Authorised				
25000000 (P.Y. 25000000) Equity shares of ` 10 each	25000000	2,500.00	25000000	2,500.00
5000000 (P.Y. 5000000) Unclassified Shares of ` 10 each	5000000	500.00	5000000	500.00
7000000 (P.Y. 7000000) preference shares of ` 100 each	7000000	7,000.00	7000000	7,000.00
		10,000.00		10,000.00
(b) Issued				
9766166 (P.Y. 9766166) Equity shares of ` 10 each	9766166	976.62	9766166	976.62
3380000 (P.Y. 3380000) 8% Redeemable Non Cumulative Preference shares of ` 100 each	3380000	3,380.00	3380000	3,380.00
		4,856.62		4,356.62
(c) Subscribed and fully paid up				
9766166 (P.Y. 9766166) Equity shares of ` 10 each	9766166	976.62	9766166	976.62
3380000 (P.Y. 3380000) 8% Redeemable Non Cumulative Preference shares of ` 100 each	3380000	3,380.00	3380000	3,380.00
		4,856.62		4,356.62
Total		4,856.62		4,356.62

NOTE 1A SHARE CAPITAL (contd.)**Notes:**

- (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	(` In Lacs)		
	Opening Balance	Fresh issue	Closing Balance
Equity shares with voting rights			
Year ended 31 March, 2013			
- Number of shares	9766166	-	9766166
- Amount (`)	976.62	-	976.62
Year ended 31 March, 2012			
- Number of shares	9766166	-	9766166
- Amount (`)	976.62	-	976.62
Redeemable Non Cumulative preference shares			
Year ended 31 March, 2013			
- Number of shares	3,380,000	500,000	3,880,000
- Amount (`)	3,380.00	500.00	3,880.00
Year ended 31 March, 2012			
- Number of shares	-	3,380,000	3,380,000
- Amount (`)	-	3,380.00	3,380.00

Notes:

Right, Preferences & restrictions attaching to various classes of shares.

Class of Shares	Nos. of Shares	Right, Preferences & restrictions attaching to various classes of shares
Equity Shares of ` 10/- each	9,766,166	The Company has only one class of equity shares having a par value of ` 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.
8% Redeemable Preference Shares of ` 100/- each	33,80,000	Preference shares would be redeemable at after 10 years but before 20 years from the date of allotment at the option of the holder. (In Second allotment to Aught of 5 Lac Shares tenure is after 12 year but before 20 years)

(i) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	(` In Lacs)			
	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Bharti Consumer Mkt. Pvt. Ltd.	961,170	9.84	961,170	9.84
Agallochun Investments Pvt. Ltd.	1,077,800	11.04	1,077,800	11.04
Aught Investments Pvt. Ltd.	1,042,890	10.68	1,042,890	10.68
Aseem Realty Pvt. Ltd.	1,009,660	10.34	1,009,660	10.34
Abloom Investments Pvt. Ltd.	1,293,860	13.25	1,293,860	13.25
Agranil Marketing Limited	1,015,080	10.39	1,015,080	10.39
Redeemable preference shares				
Anil Mines & Minerals Ltd.	1625000	41.88	1625000	48.08
Agranil Marketing Limited	375000	9.66	375000	11.09
Aught Investments Pvt. Ltd.	1480000	38.14	980000	28.99
Anil Nutrients Ltd.	400000	10.31	400000	11.83

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 2 RESERVES AND SURPLUS		
(a) Capital reserve		
Opening balance	11.09	11.09
Closing balance	11.09	11.09
(b) Securities premium account		
Opening balance	1,183.08	1,183.08
Add : Premium on shares issued during the year	-	-
Closing balance	1,183.08	1,183.08
(c) General reserve		
Opening balance	1,170.00	670.00
Add: Transferred from surplus in Statement of Profit and Loss	500.00	500.00
Less: Utilised / transferred during the year	-	-
Closing balance	1,670.00	1,170.00
(d) Amalgamation Reserve	2,510.04	2,510.04
(On Amalgamation of The Anil Starch Products Ltd and Anil Consumer Products Ltd. with the Company with effect from 1st April, 2001)		
Closing balance	2,510.04	2,510.04
(e) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	11,578.06	7,741.06
Add: Profit / (Loss) for the year	4562.46	4,711.70
Less: Dividend		
Dividends proposed to be distributed to equity shareholders (` 2 per share)	195.32	195.32
Dividends proposed to be distributed to preference shareholders	285.96	127.07
Tax on dividend	78.08	52.30
Transferred to:		
General reserve	500.00	500.00
Closing balance	15,081.16	11,578.06
Total	<u>20,455.37</u>	<u>16,452.27</u>

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 3 LONG-TERM BORROWINGS		
(a) Bonds / debentures		
Zero Coupon Convertible Debentures		
Opening Balance	500.00	3380.00
Add: Issued during the year	-	500.00
Less: Transferred to Preference Share Capital	500.00	3380.00
Sub Total	-	500.00
(b) Term loans		
From banks		
Secured {Refer Note (i) below}	9787.67	4741.75
	9787.67	4741.75
(c) Non Convertible Debenture		
L&T Finance Ltd-Non Convertible Debenture (Refer Note (ii) below)	2500.00	-
	2500.00	-
(d) Deferred payment liabilities		
Secured {Refer Note (iii) below}	-	11.24
	-	11.24
(d) Deposits		
Unsecured		
Other	-	0.26
	-	0.26
(e) Loan form Related Parties		
Unsecured	81.28	80.23
{Includes ` 81.28 Lacs (P.Y. 80.23) from company in which Directors are Interested}		
	81.28	80.23
Total	12,368.95	5,333.48

Refer Note - i

(A) Term Loan from Bank of India, IDBI, Jammu & Kashmir Bank & Punjab National Bank

- (a) Secured by first charge on Pari Passu basis on fixed assets of the company
- (b) Secured by first charge by way of Hypothecation on specific Plant and Machinery of the company
- (c) Secured by way of equitable mortgage of fixed assets of the company comprising of Land, Building and Fixed Machinery situated at Anil Road and Lan, Building and Fixed Machinery situated at Village Palanpur, Taluka Kadi ranking Pari Passu in favour of all banks.

(B) Repayment Schedule

IDBI Bank

Term Loan I : Repayable in 20 Quarterly Installment of ` 50 Lac each.
Term Loan II : Repayable in 20 Quarterly Installment of ` 25 Lac each.

Bank of India

Term Loan I : Repayable in 20 Quarterly Installment of ` 25 Lac each.
Term Loan II : Repayable in 20 Quarterly Installment of ` 25 Lac each.
Term Loan IV : Repayable in 20 Quarterly Installment of ` 50 Lac each.

ECB 10 Million : 3 Installments commencing form Dec-2015 ` 10000 Lacs .Dec -2016 2000 Lacs and Dec - 2017 2000 lacs to make average maturity over ` 5 years as per RBI Guidelines
Corporate Loan : Repayable in 12 Quarterly Installments of ` 125 Lac each & Last 4 Quarterly installments each of ` 250 Lac.

Punjab National Bank

Term Loan I : Repayable in 12 Quarterly Installments of ` 125 Lac each & Last 4 Quarterly installments each of ` 250 Lac.

Term Loan II : Repayable in 20 Quarterly Installment of ` 25 Lac each.
Term Loan III : Repayable in 20 Quarterly Installment of ` 25 Lac each.
Term Loan IV : Repayable in 20 Quarterly Installment of ` 25 Lac each.

J & K Bank

The principle amount shall be repaid in 5 equal quarterly instalments after moratorium period of 21 Months from the date of First Disbursement .

Refer Note ii

L&T Finance Non Convertible Debentures

Redemption at par in the ratio of 10:20:30:40 redemmmable at the end of 2nd, 3rd, 4th and 5th year respectively from the deemed date of allotment

Refer Note - iii

Secured against Vehicle Purchase under Hire Purchase Agreement.

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 4 OTHER LONG-TERM LIABILITIES		
(a) Trade Payables:		
(i) Other than Acceptances	51.26	51.26
(b) Others:		
(i) Deposits	102.59	282.54
Total	153.86	333.80
NOTE 5 LONG-TERM PROVISIONS		
(a) Provision for employee benefits:		
(i) Provision for gratuity	30.38	51.80
Total	30.38	51.80
NOTE 6 SHORT-TERM BORROWINGS		
(a) Loans repayable on demand		
From banks		
Secured {Refer Note No. (i) below}	22785.83	15252.17
Short term loan from bank	-	3000.00
Sub Total	22785.83	18252.17
(b) Deposits		
Inter Corporate Deposits	3430.25	4987.42
Public Deposit	12.71	19.62
Sub Total	3442.96	5007.04
Total	26,228.79	23,259.21
Refer Note (i)		
Working Capital facilities from Bank of India, IDBI & Punjab National Bank.		
Secured by first charge on Pari Passu basis on Raw Material, Stock in process, Finished Goods, Stores & Spares, Packing Material and book debts and also secured by way equitable mortgage of Fixed Assets of the company comprising of Land, Building and Fixed Machinery situated at Anil Road and Land, Building and Fixed Machinery situated at Village Palanpur Taluka Kadi ranking Pari Passu in favour of all banks.		
NOTE 7 TRADE PAYABLES		
Trade payables:		
Other than Acceptances {Refer Note No. (32)}	7,657.52	7,739.75
(i) Payables on purchase of fixed assets	27.40	10.07
Total	7,684.92	7,749.82
NOTE 8 OTHER CURRENT LIABILITIES		
(a) Current maturities of long-term debt	2919.82	2,010.76
Sub Total	2,919.82	2,010.76
(b) Interest accrued and due on borrowings	128.63	56.44
(c) Unpaid dividends	30.71	10.50
Sub Total	159.34	66.94
(d) Other payables		
(i) Statutory liabilities	315.45	234.44
(ii) Advances from customers	946.50	759.52
(iiii) Others (specify nature)		
Advance for Sale of Capital Asset	-	164.00
Sub Total	1261.95	1157.96
(e) Deferred payment liabilities		
Secured	11.24	20.88
Sub Total	11.24	20.88
Total	4,352.35	3,256.53

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 9 SHORT-TERM PROVISIONS		
(a) Provision - Others:		
(i) Provision for tax	1 135.34	1,118.03
(ii) Provision for proposed equity dividend	195.32	195.32
(iii) Provision for proposed preference dividend	285.96	127.07
(iv) Provision for tax on proposed dividends	78.08	52.30
(v) Provision for Employee Benefits	119.60	165.16
(vi) Provision for expenses	139.57	97.53
(vii) Provision - others (give details)		
Wealth Tax Provision	0.55	0.55
Total	1,954.42	1,755.97

NOTE 10 FIXED ASSETS

(` In Lacs)

Description	Gross Block			Balance as at 31 March, 13	Accumulated depreciation and impairment			Net Block		
	Balance as at 1 April, 12	Additions	Disposals		Balance as at 1 April, 12	Depreciation/ amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 13	Balance as at 31 March, 13	Balance as at 31 March, 12
A. Tangible assets										
(a) Land - Freehold	2962.36	1280.22	1270.76	2971.83	-	-	-	2971.83	2962.36	
(b) Buildings	1825.16	56.94	-	1882.10	260.25	62.44	-	1559.41	1565.56	
(c) Plant and Equipment	18621.83	1330.79	-	19952.62	3466.58	987.55	-	15498.50	15155.22	
(d) Furniture and Fixtures	266.37	0.69	-	267.06	127.81	12.65	-	126.60	135.62	
(e) Vehicles	179.44	-	3.80	175.64	63.37	16.67	2.74	98.34	106.47	
Total	23,855.80	2,668.65	1,274.56	25,249.25	3,918.01	1,079.31	2.74	4,994.58	20,254.67	19,925.23
Previous year	20,418.20	3,466.82	29.21	23,855.80	2,976.01	953.16	11.16	3,918.01	19,925.23	17,429.63

NOTE 11 FIXED ASSETS

(` In Lacs)

Intangible assets	Gross block			Balance as at 31 March, 13	Accumulated depreciation and impairment			Net block		
	Balance as at 1 April, 12	Additions	Disposals		Balance as at 1 April, 12	Depreciation/ amortisation expense for the year	Balance as at 31 March, 13	Balance as at 31 March, 13	Balance as at 31 March, 12	
(a) Computersoftware	357.52	-	207	359.59	94.42	17.08	111.50	248.09	275.02	
Total	357.52	-	207	359.59	94.42	17.08	111.50	248.09	275.02	
Previous year	357.53	-	-	357.53	65.53	28.89	94.42	275.02	292.00	

(` In Lacs)

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total

NOTE 12 NON-CURRENT INVESTMENTS**(a) Investments**

Investment in government or trust securities

(i) government securities

7,924 US 64 Bonds of ` 100 each

(7,924 Units of ` 10/- each in Unit Trust of India converted into 7,924 US 64 Bonds w.e.f. 01/06/2003)

7 Years National Saving Certificates with face value of ` 51,000/- *

6 years National Savings Certificates with face value of ` 30,500/- *

* (Deposited with Government department as security Deposit)

Total - Other investments (A)**(b) Other**

2,567 (PY 2,567) fully paid Equity Shares of ` 10/- each in Gujarat State Fertilizer Co. Ltd.

5,425 (PY 5,425) fully paid Equity Shares of ` 10/- each of The Arvind Mills Ltd.

200 (PY 200) fully paid Equity Shares of ` 10/- each of Corporation Bank.

28,700 (PY 28,700) fully paid Equity Shares of ` 10/- each of Bank of India.

2,000 fully paid shares of ` 10/- each of The Kapole Co-operative Bank Ltd.

Investment in 100 % Subsidiary Anil (Afro-Asia) FZE

Investment in 100 % Subsidiary Anil (Europe) BV

4995 (PY 4995) Equity Shares of ` 10/- each of Anil Mega Food Park Pvt. Ltd.

Nil (PY 512000) Equity Shares of ` 10/- each of Anil Nutrients. Ltd. at premium of ` 2 each.

50,000 (PY Nil) fully paid Equity Share of Anil Lifescience Ltd.

Share Application Money with

Anil Mega Food Park Pvt. Ltd.

Total - Other investments (B)**Total (A+B)**

Less: Provision for diminution in value of investments

Total

Aggregate amount of quoted investments

Aggregate market value of listed and quoted investments

Aggregate value of listed but not quoted investments

Aggregate amount of unquoted investments

	-	9.80	9.80	-	9.50	9.50
	-	0.66	0.66	-	0.51	0.51
	-	0.41	0.41	-	0.31	0.31
			10.87			10.32
	5.24	-	5.24	5.24	-	5.24
	12.63	-	12.63	12.63	-	12.63
	0.16	-	0.16	0.16	-	0.16
	12.92	-	12.92	12.92	-	12.92
	-	0.20	0.20	-	0.20	0.20
	-	25.23	25.23	-	23.26	23.26
	-	67.89	67.89	-	67.89	67.89
	-	0.50	0.50	-	0.50	0.50
	-	-	-	-	61.44	61.44
	-	5.00	-	-	-	-
	-	2167.61	2167.61	-	387.05	387.05
			2,297.38			571.29
			2,308.25			581.60
			(32.79)			(7.56)
			2,275.46			574.04
			30.95			30.95
			99.29			119.75
			2,277.30			550.66

(` In Lacs)

Particulars	As at	
	31 st March, 2013	31 st March, 2012
NOTE 13 LONG-TERM LOANS AND ADVANCES		
(a) Capital advances	4377.03	383.52
Sub Total	4377.03	383.52
(b) Security deposits		
Electricity & Other Deposits	51.54	46.62
Sub Total	51.54	46.62
Total	4,428.57	430.15
NOTE 14 OTHER NON-CURRENT ASSETS		
(a) Long-term trade receivables (including trade receivables on deferred credit terms)		
Trade Receivable	97.83	49.36
(b) Advance to Supplier	16.17	16.17
Total	114.00	65.53

NOTE 15 CURRENT INVESTMENTS

(` In Lacs)

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Quoted	Total	Quoted	Total
Investment in mutual funds 18334.66 Units (P.Y 18148.820) of Principle Large Cap Fund (Market Value ` 5.19 Lacs) (P.Y ` 4.81 Lacs)	5.19	5.19	5.00	5.00
		5.19		5.00

NOTE 16 INVENTORIES

(As taken, valued & certified by Director)

(` In Lacs)

Particulars	As at	
	31 st March, 2013	31 st March, 2012
(a) Raw materials	12068.67	8,881.57
Sub Total	12068.67	8,881.57
(b) Work-in-progress	931.42	1,598.05
Sub Total	931.42	1,598.05
(c) Finished goods {Including Excise}	5304.95	3,531.53
Sub Total	5304.95	3,531.53
(d) Stores and spares	701.85	919.85
Sub Total	701.85	919.85
Total	19,006.90	14,931.00

NOTE 17 TRADE RECEIVABLES

Unsecured Considered good

Trade receivables outstanding for a period exceeding six months.

Others

Total

Trade receivables outstanding for a period exceeding six months.	384.11	158.27
Others	23818.26	19366.32
Total	24202.37	19524.60

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 18 CASH AND CASH EQUIVALENTS		
(a) Cash on hand	43.33	40.61
Sub Total	43.33	40.61
(b) Balances with banks		
(i) In current accounts	137.90	71.66
(ii) In deposit accounts / Margin Money Account	1299.13	1080.13
(iii) In earmarked accounts		
- Unpaid dividend accounts	30.71	10.50
Sub Total	1467.73	1162.29
(c) Others (specify nature)		
Debit Balance in Cash Credit Account	1,056.52	704.88
Sub Total	1056.52	704.88
Total	2567.58	1907.78
NOTE 19 SHORT-TERM LOANS AND ADVANCES		
(a) Loans and advances to employees	39.75	54.25
Sub Total	39.75	54.25
(b) Prepaid expenses	29.19	131.20
Sub Total	29.19	131.20
(c) Balances with government authorities	347.72	236.57
Sub Total	347.72	236.57
(d) Advance to Supplier	2877.07	4475.71
	2877.07	4475.71
Total	3293.72	4897.72

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 20 REVENUE FROM OPERATIONS		
Sale of products @ (Refer Note (i) below)		
i) Manufacturing Sales		
- Domestic	64307.75	54816.06
- Export	8494.59	7181.44
Other operating revenues : Duty Draw Back	68.93	20.10
	72871.28	62017.59
<u>Less:</u>		
Excise duty	2199.62	1793.54
Total	70,671.65	60,224.05
Note (i)		
Details of Product Sold. (Net of Excise)		
- Biological Agents	6050.25	6685.35
- Food, Pharma & Animal Healthcare Ingredients	42101.94	32841.28
- Industrial & Allied Products	22450.53	20590.11
- Others (Including Duty Draw Back)	68.93	107.32
Total	70,671.65	60,224.05
NOTE 21 OTHER INCOME		
Interest income-Interest Income TDS ` 9.37 Lacs (P.Y ` 6.26 Lacs)]	98.98	63.79
Dividend income:		
- others	2.30	2.23
- Income from Units of Unit Trust of India / NSC	0.55	0.33
Net gain on foreign currency transactions and translation (other than considered as finance cost)	73.13	0.00
Other non-operating income	36.43	105.36
(net of expenses directly attributable to such income) (Refer Note below)		
Total	211.39	171.70
NOTE 21A OTHER NON-OPERATING INCOME		
Other non-operating income comprises:		
Rent Income [TDS ` NIL (P.Y ` 0.99 Lacs)]	-	9.00
Baroda Income	-	0.79
Miscellaneous Freight Income	-	4.16
Miscellaneous Income	0.67	0.04
Notice Pay Deduction	-	0.22
Sale of Scrap	35.76	91.14
Total - Other non-operating income	36.43	105.36

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 22.A COST OF MATERIALS CONSUMED		
Opening stock	8,881.57	6,048.81
Add: Purchases	51220.30	41,904.05
Sub Total	60,101.87	47,952.86
Less: Closing stock	12068.67	8,881.57
Cost of material consumed	48,033.19	39,071.29
Total	48,033.19	39,071.29
Details of Raw Materials and its Components		
Agriculture Commodities	46087.10	36,391.84
Others	1,946.10	2,679.45
Total	48,033.19	39,071.29
NOTE 22.B CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
<u>Inventories at the end of the year:</u>		
Finished goods	5304.95	3,531.53
Work-in-progress	931.42	1,598.05
Sub Total	6,236.37	5,129.58
<u>Inventories at the beginning of the year:</u>		
Finished goods	3,531.53	2871.71
Work-in-progress	1,598.05	997.77
Sub Total	5,129.58	3869.48
Net (increase) / decrease	(1,106.79)	(1,260.10)
Details of Finished Goods		
- Biological Agents	2474.41	1,625.29
- Food, Pharma & Animal Healthcare Ingredients	2127.75	1,083.92
- Industrial & Allied Products	702.80	822.32
Total	5,304.95	3,531.53
NOTE 23 EMPLOYEE BENEFITS EXPENSE		
Salaries and wages :		
Salaries & Wages	1,435.07	1390.34
Staff Emoluments	577.11	535.67
Provident Fund	56.09	47.91
Bonus	49.54	32.15
Gratuity	30.52	54.20
Total	2,148.33	2,060.27
NOTE 24 FINANCE COSTS		
(a) Interest expense on:		
Interest on Term Loans	1,387.24	1022.51
Interest on Working Capital	2,690.19	2050.16
Other Interest & Finance Charges	699.48	903.43
Foreign Exchange Loss	-	18.64
Interest on Debentures	264.20	-
Total	5,041.11	3,994.74

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 25 MANUFACTURING & OTHER EXPENSES		
(A)		
Manufacturing Expense		
Consumption of stores and spare parts (Including Chemicals, Packing Material & Misc. Purchase)		
Op. Stock	919.85	595.65
Add : Purchase	2377.28	2,747.76
	3,297.13	3,343.41
Less : Cl. Stock	701.85	919.85
Sub-Total	2,595.28	2,423.56
Power & Fuel		
Repairs and maintenance - Buildings	5.98	53.42
Repairs and maintenance - Machinery	196.09	152.38
Repairs and maintenance - Others	80.58	237.00
Sub-Total	6,965.04	6,718.39
B		
Excise Duty Provision on Closing Stock of F.G. (net)	8.77	3.73
General Expenses	576.18	328.23
Insurance	31.13	17.24
Rent, Rates and taxes	86.59	90.33
Travelling and conveyance	103.20	207.86
Inland & Export Freight Outward	771.14	656.19
Commission	142.16	117.19
Sales Tax Expenses	0.37	52.19
Selling & Distribution Exps.	157.44	53.27
Brokerage & Discount	235.46	223.62
Postage, Telephone Expense	42.52	46.38
Sundry Debit /Credit Balance written off (NET)	8.24	300.76
Donations and contributions	6.55	3.57
Loss on diminuation in value of investment	25.03	-
Legal and professional	375.26	222.07
Payments to auditors	5.00	5.00
Sub-Total	2,575.07	2,327.62
Research and Development Expenses		
Salaries, Wages, and Bonus	130.50	127.84
P.F. & E.S.I.	9.01	8.04
Other Manufacturing Exp.	10.10	8.46
Sub-Total	149.61	144.34
Total (B)	2,724.68	2,471.96
NOTE 25(B) Other Expenses (Contd.)		
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	5.00	5.00
Total	5.00	5.00
NOTE 26 EXTRAORDINARY ITEMS		
(Profit) /Loss on Sales of Assets & Shares	(42.86)	4.09
Total	(42.86)	4.09

27. Capital Commitments and Contingent Liabilities:

(` In Lacs)

Particular	As at 31st March, 2013	As at 31st March, 2012
a) Contingent Liabilities		
Claims against the Company not acknowledged as Debts	22.88	22.88
Disputed Sales Tax Demands – matter under appeal	47.23	47.23
Disputed Excise Demand – matter under appeal	1779.40	1785.56
Disputed Income Tax Liability – matter under appeal	591.40	46.39
Guarantees of ` 2000 Lacs (P.Y. ` 2000 Lacs) given by the Company for loan taken by others from banks The balance outstanding is	2000.00	2000.00
Guarantee limits of ` 157 Lacs (Previous year ` 157.00 Lacs)	157.00	157.00
b) Capital Commitments Estimated amount of contracts remaining to be executed on capital account [net of advances] and not provided for ` 2581 Lacs (P.Y. ` Nil)		

28. Financial and derivative instruments

Derivative Contract entered into by the company and outstanding as at March 31, 2013

(a) For hedging currency

Out Standing Forward Contract	2340.50	2895.30
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(b) The Company uses forward contracts to hedge its risk associated with foreign currency fluctuation. As explained to us, The Company does not use forward contracts for speculative purposes.

(c) The year end foreign currency exposure that have not been hedged by any derivative instruments or otherwise is as under

Particular	Amount receivable in Foreign Currency
Foreign Currency in Millions	
31-03-2013	US \$ 0.966
31-03-2012	US \$ 0.950
Indian Currency in lacs	
31-03-2013	` 525.50
31-03-2012	` 484.50

29. Inventories are as taken, valued and certified by a Director.

30. In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business and the provisions for depreciation and all known and ascertained liabilities are adequate and not in excess of the amounts reasonably necessary.

31. In absence of the complete information regarding the status of the suppliers as micro small or medium enterprise as per the micro small and medium enterprise development act 2006, the information regarding the amount due to such parties as on the balance sheet date and provision for interest if any required by the said act is not been made.

32. The Company is engaged in manufacturing of starches and its derivatives and hence management is of the opinion that it does not have a reportable primary segment identifiable in accordance with the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

33. Employee Benefits

As per Accounting Standard 15 'Employee Benefits', the disclosures of Employee benefits as defined in the Accounting Standard are given below :

a) Defined Benefit Plans

Contribution to Defined Contribution Plan, recognized as expense for the year is as under :

	2012-13	2011-12
Employers Contribution to Provident Fund	56.09	55.95

i) Gratuity

I. Reconciliation of opening and closing balance of Defined Benefit obligation

	Gratuity (Funded) (` In lacs)	
	2012-13	2011-12
Defined Benefit obligation at beginning of the year	338.38	303.94
On amalgamation	-	-
Past Service Cost	-	-
Current Service Cost	21.19	18.08
Interest Cost	28.76	25.08
Actuarial (gain) / loss	18.52	22.66
Benefits paid	(19.51)	(31.38)
Settlement cost	-	-
Defined Benefit obligation at the year end	387.34	338.38

II. Reconciliation of opening and closing balance of fair value of plan assets

Fair value of plan assets at beginning of the year	218.28	208.42
On amalgamation	-	-
Expected return on plan assets	18.55	17.19
Actuarial gain /(loss)	19.53	(3.18)
Benefits paid	(19.51)	(31.38)
Contribution by employer	51.80	2.38
Fair value of plan assets at the year end	288.65	193.43
Actual return on plan assets	18.55	17.19

III. Reconciliation of fair value of assets and obligations

Fair value of plan assets	288.66	193.43
Presented value obligation	387.34	338.38
Amount recognized in Balance Sheet	(98.68)	(144.95)

IV. Expense recognized during the year

Current Service Cost	21.19	18.09
Interest Cost	28.76	25.06
Past Service Cost	-	-
Expected return on plan assets.	(18.55)	(17.19)
Actuarial (gain) / loss	(1.02)	25.84
Net Cost	30.38	51.80

V. Investment Details :

	As at 31 st March (` In lacs)	
	2013	2012
Public Securities	-	-
Special Deposit Schemes	-	-
State Govt. Securities	-	-
Private Sector Securities	-	-
Insurance Policies	-	-
Others (including bank balances)	-	-

Actuarial Assumptions

Gratuity (Funded)

	<u>2012-13</u>	<u>2011-12</u>
Discount rate (per annum)	8.50%	8.50%
Expected rate of return on plan assets (per annum)	8.50%	8.50%
Rate of escalation in salary (per annum)	5.00%	5.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factor including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risks, historical results of return on plan assets the Company's policy for the plan assets management.

34. Related Party disclosure as required by AS-18:

Name of the Related Parties and Nature of Relationship where Control Exists

SR NO. NAME OF RELATED PARTY

(I) Associate company/enterprises where common control exists

- 1 Anil Bioplus Ltd
- 2 Anil Tradecom Ltd.
- 3 Anil Mines & Minerals Ltd
- 4 Agranil Marketing Ltd
- 5 Aught Investments Pvt Ltd
- 6 Rahil Marketing Pvt. Ltd.
- 7 Agallochun Investments Pvt Ltd
- 8 Naimesh Trading Pvt Ltd
- 9 Anil Hospitality Ventures Ltd.
- 10 Bharti Consumer Marketing Pvt Ltd
- 11 Ascent Knowledge System Ltd.
- 12 Anil Nutrients Limited
- 13 Anil Technoplus Limited
- 14 Anil Infraplus Limited
- 15 Anil Life science Limited
- 16 Abner Enterprise Pvt. Ltd.
- 17 Adella Enterprise Pvt. Ltd.

(II) Subsidiary Companies

- 1 Anil Bioplus (Europe) BV
- 2 Anil Bioplus Afro Asia FZE

(III) 1. Shri Amol Sheth [Managing Director]

The following transactions were carried with the related parties in the ordinary course of business

(` In Lacs)

PARTICULARS	ASSOCIATES		KEY MANAGEMENT PERSONNEL		RELATIVES OF KEY MANAGEMENT PERSONNEL		TOTAL	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
(I) VOLUME OF TRANSACTIONS								
(A) PURCHASE OF GOODS								
ANIL MINES AND MINERALS LTD.	18835.53	28272.01	-	-	-	-	18835.53	28272.01
ANIL TRADECOM LTD	1135.71	318.40	-	-	-	-	1135.71	318.40
ANIL NUTRIENTS LTD	48.77	295.99	-	-	-	-	48.77	295.99
(B) PURCHASE OF CAPITAL GOODS								
ANIL INFRAPLUS LTD	134.17	1,523.67	-	-	-	-	134.17	1,523.67
(C) SALES OF GOODS								
ANIL BIOPLUS LTD	207.70	350.18	-	-	-	-	207.70	350.18
ANIL NUTRIENTS LTD	118.31	25.40	-	-	-	-	118.31	25.40
ANIL HOSPITALITY VENTURES LTD.	0.15	0.19	-	-	-	-	0.15	0.19

(` In Lacs)

PARTICULARS	ASSOCIATES		KEY MANAGEMENT PERSONNEL		RELATIVES OF KEY MANAGEMENT PERSONNEL		TOTAL	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
(D) UTILITY SERVICE								
ANIL BIOPLUS LTD	554.25	404.74	-	-	-	-	554.25	404.74
(E) REIMBURSEMENT OF EXPENSES								
ANIL HOSPITALITY VENTURES LTD	7.19	7.10	-	-	-	-	7.19	7.10
(F) SALES/ADVANCE OF INVESTMENTS/ LAND								
ANIL MEGA FOOD PARK PVT LTD	1270.76	164.00	-	-	-	-	1270.76	164.00
ANIL NUTRINTS LTD.	61.44	-	-	-	-	-	61.44	-
(G) REPAYMENT OF LOANTAKEN								
ANIL MINES AND MINERALS LTD.	-	1625.00	-	-	-	-	-	1625.00
(H) PAYMENT OF INTEREST								
ANIL TRADECOM LTD.	205.11	-	-	-	-	-	205.11	-
(I) RENTAL INCOME								
ANIL INFRAPLUS LTD.	-	9.00	-	-	-	-	-	9.00
(J) REMUNERATION AND COMMISSION TO DIRECTORS								
AMOL S. SHETH	-	-	66.00	42.64	-	-	66.00	42.64
KAMAL SHETH	-	-	0.23	0.06	-	-	0.23	0.06
ANISH SHAH	-	-	0.23	0.06	-	-	0.23	0.06
INDIRABEN J PARIKH	-	-	0.03	0.03	-	-	0.03	0.03
(K) CORPORATE GUARANTEES								
ANIL MINES AND MINERALS LTD.	2,000.00	2,000.00	-	-	-	-	2,000.00	2,000.00
(L) 8% REDEEMABLE PREFERENCE SHARES								
ANIL MINES & MINERALS LTD.	-	1625.00	-	-	-	-	-	1625.00
AGRANIL MARKETING LTD.	-	375.00	-	-	-	-	-	375.00
AUGHT INVESTMENTS PVT. LTD.	500.00	980.00	-	-	-	-	500.00	980.00
ANIL NUTRIENTS LTD.	-	400.00	-	-	-	-	-	400.00
(II) BALANCE AT THE END OF THE PERIOD								
(A) UNSECURED LOANS								
AGRANIL MARKETING LTD.	81.28	80.23	-	-	-	-	81.28	80.23
(B) CURRENT LIABILITIES								
AMOL DICALITE LTD.	8.90	10.82	-	-	-	-	8.90	10.82
ANIL MINES AND MINERALS LTD.	-	1479.27	-	-	-	-	-	1479.27
ANIL TRADECOM LTD.	1148.12	86.60	-	-	-	-	1148.12	86.60
ANIL BIOPLUS LTD.	201.84	47.96	-	-	-	-	201.84	47.96
ANIL INFRAPLUS LTD.	810.00	90.00	-	-	-	-	810.00	90.00
ANIL NUTRIENTS LTD.	211.04	36.27	-	-	-	-	211.04	36.27
ANIL MEGA FOOD PARK PVT LTD	-	164.00	-	-	-	-	-	164.00
(C) INVESTMENTS/SHARE APPLICATION MONEY								
ANIL BIOPLUS (AFRO-ASIA) FZE	25.23	23.26	-	-	-	-	25.23	23.26
ANIL LIFESCIENCE LTD.	5.00	-	-	-	-	-	5.00	-
ANIL BIOPLUS (EUROPE) B V	67.89	67.89	-	-	-	-	67.89	67.89
ANIL NUTRIENTS LTD.	-	61.44	-	-	-	-	-	61.44
ANIL MEGA FOOD PARK PVT. LTD.	2167.61	387.05	-	-	-	-	2167.61	387.05
(D) LOANS & ADVANCES /ADVANCE FOR CAPEX								
ANIL MINES AND MINERALS LTD.	253.68	2,327.66	-	-	-	-	253.68	2,327.66
ASCENT KNOWLEDGE SOLUTIONS LTD.	50.19	50.12	-	-	-	-	50.19	50.12
ANIL INFRAPLUS LTD.	133.51	449.09	-	-	-	-	133.51	449.09
ANIL TECHNOPLUS LTD.	1195.16	11.26	-	-	-	-	1195.16	11.26
ANIL MEGA FOOD PARK PVT. LTD.	3.17	-	-	-	-	-	3.17	-
(E) DEBTORS								
ANIL BIOPLUS LTD.	201.034	227.55	-	-	-	-	201.03	227.55
AUGHT INVESTMENTS PVT. LTD.	24.04	24.04	-	-	-	-	24.04	24.04

35. Calculations of Earnings Per Share (EPS)

PARTICULARS	Amount in	Amount in
	in lacs	in lacs
	31-03-2013	31-03-2012
A. Profit after Tax for the year	4562.33	4711.70
Less: Preference Dividend and tax thereon	332.35	147.69
Profit available for Distribution to Equity Share	4229.98	4564.01
B. Weighted Average Equity Shares for the year	97,66,166	97,66,166
C. Basic and Diluted EPS (Price Per Share ` 10)	43.31	46.73

ANIL LIMITED

36. Deferred Tax Assets/(Liability)

PARTICULARS	Amount in in lacs 31-03-2013	Amount in in lacs 31-03-2012
The breakup of Deferred Tax as at 31.03.2013 is as under.		
DEFERRED TAX LIABILITIES.		
- Depreciation Difference	2378.64	2165.47
	2378.64	2165.47
NET DEFERRED TAX LIABILITY	(2378.64)	(2165.47)

37. Value of Imported And Indigenous - Materials, Stores And Spare Parts Consumed And Percentage Thereof

[1] MANUFACTURING ACTIVITY

Raw Materials	2012-13		2011-12	
	Value (`)	(%)	Value (`)	(%)
a) Imported	127.71	0.27%	482.36	1.23%
b) Indigenous	47905.48	99.73%	38588.93	98.77%
TOTAL :-	48033.19	100.00%	39071.29	100.00%
P.Y	39071.29	100.00%	32480.05	100.00%
[2] STORES CONSUMED				
a) Imported	16.79	0.65%	21.13	0.87%
b) Indigenous	2578.49	99.35%	2402.43	99.13%
TOTAL :-	2595.28	100%	2423.56	100%
P.Y	2423.56	100%	2386.34	100%

38. CIF VALUE OF IMPORTS

	2012-2013	2011-2012
i) Raw Material	127.71	482.36
ii) Capital Goods	0.00	0.65
iii) Stores & Spares	16.79	21.13

39. Expenditure in Foreign Currency

- Travelling Expenses	47.62	36.72
- Commission on Export Sales.	58.98	57.63

40. Earning in Foreign Exchange

- FOB Value of exports	8494.59	7181.44
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41. Previous year's figures have been regrouped and rearranged wherever necessary.

Signature to Notes 1 to 41

In terms of our report attached.

For Parikh & Majmudar
Chartered Accountants

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

FRN No. 107525W

Place : Ahmedabad

Date : 10/05/2013

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth Chairman & Managing Director

Kamal Sheth Director

Dipal Palkhiwala Chief Financial Officer

INDEPENDENT AUDITORS REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To
The Members of
ANIL LIMITED

We have audited the accompanying Consolidated financial statements of ANIL LIMITED (the Company) and its subsidiaries which comprise the Consolidated Balance Sheet as at March 31, 2013, the Consolidated Statement of Profit and Loss and the Consolidated Cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Managements Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, Consolidated financial performance and Consolidated 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). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors Responsibility

Our responsibility is to express an opinion on these Consolidated 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 Consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated 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 Consolidated financial statements in order to design audit procedures that are appropriate in the circumstances. 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 Consolidated 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 Consolidated 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:

- (i) in the case of the Consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (ii) in the case of the Consolidated Statement of Profit and Loss, of the Profit for the year ended on that date and
- (iii) In the case of the Consolidated cash flow statement, of the cash flows for the Year ended on that date.

Other Matters

We did not audit the financial statements of subsidiaries whose financial statements reflect total assets of ` 90.35 Lacs as at 31-03-2013, total revenues of ` Nil Lacs and net cash flow amounting to ` 9.03 Lacs for the year ended on that date

Our opinion is not qualified in respect of other matters.

For PARIKH & MAJMUDAR

Chartered Accountants

FRN No. 107525W

[CA. Dr. HITEN PARIKH]

Partner

Membership No. 040230

Place : Ahmedabad

Date : 10th May, 2013.

CONSOLIDATED BALANCE SHEET A SAT 31ST MARCH, 2013

(` in Lacs)

Particulars	Note No.	As at	
		31 st March, 2013	31 st March, 2012
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	4,856.62	4,005.42
(b) Reserves and surplus	2	20,466.32	16,771.96
		25,322.94	20,777.38
2 Non-current liabilities			
(a) Long-term borrowings	3	12,368.95	6,295.59
(b) Deferred tax liabilities (net)		2,378.64	2,178.23
(c) Other long-term liabilities	4	153.86	333.80
(d) Long-term provisions	5	30.38	51.80
		14,931.83	8,859.42
3 Current liabilities			
(a) Short-term borrowings	6	26,228.79	20,259.21
(b) Trade payables	7	7,691.44	9,318.41
(c) Other current liabilities	8	4,352.35	3,265.48
(d) Short-term provisions	9	1,954.42	1,910.01
		40,227.01	34,753.11
TOTAL		80,481.78	64,389.91
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	20,254.67	20,125.62
(ii) Intangible assets	11	248.09	275.02
(iii) Capital work-in-progress		4,067.76	2,178.91
		24,570.52	22,579.54
(b) Non-current investments	12	2,202.56	554.81
(c) Long-term loans and advances	13	4,428.57	531.82
(d) Other non-current assets	14	115.98	65.53
		6,747.11	1,152.17
2 Current assets			
(a) Current investments	15	5.19	5.00
(b) Inventories	16	19,006.90	15,163.27
(c) Trade receivables	17	24,202.38	21,125.31
(d) Cash and cash equivalents	18	2,576.61	1,955.52
(e) Short-term loans and advances	19	3,371.09	2,382.55
(f) Other current assets	20	1.98	26.55
		49,164.15	40,658.20
TOTAL		80,481.78	64,389.91

Accounting Policies

A

Notes forming part of Financial Statements

1 to 37

For Parikh & Majmudar

Chartered Accountants

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

FRN No. 107525W

Place : Ahmedabad

Date : 22/05/2012

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth

Chairman & Managing Director

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

STATEMENT OF CONSOLIDATED PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

(` in Lacs)

Particulars	Note No.	For the year ended	
		31 st March, 2013	31 st March, 2012
A CONTINUING OPERATIONS			
1 Revenue from operations (gross)	21	72,871.28	66,259.05
Less: Excise duty	21	2,199.62	1,793.54
Revenue from operations (net)		70,671.65	64,465.52
2 Other income	22	211.40	189.89
3 Total revenue (1+2)		70,883.06	64,655.41
4 Expenses			
(a) Cost of materials consumed	23.a	48,033.19	42,577.62
(b) Purchases of stock-in-trade	23.b	-	0.00
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	23.c	(1,106.79)	(1,358.03)
(d) Employee benefits expense	24	2,148.33	2,171.81
(e) Manufacturing Expenses	26a	6,965.04	6,760.73
(f) Finance costs	25	5,041.11	3,989.35
(g) Depreciation and amortisation expense		1,096.39	983.48
(h) Other expenses	26b	2,702.65	2,665.89
(i) Prior period Expenses		(0.74)	21.82
Total expenses		64,879.17	57,812.67
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		6,003.88	6,842.74
6 Exceptional items		-	-
7 Profit / (Loss) before extraordinary items and tax (5± 6)		6,003.88	6,842.74
8 Extraordinary items	27	(42.86)	4.09
9 Profit / (Loss) before tax (7± 8)		6,046.74	6,838.64
10 Tax expense:			
(a) Current tax expense for current year		1,267.10	1,570.00
(b) Deferred tax		213.17	227.74
(c) Short/(excess Provision) for Income tax		(18.46)	0.00
(d) Wealth Tax		0.55	0.55
		1,462.36	1,798.29
11 Profit for the year		4,584.37	5,040.35
12 Earnings per share (of 10/- each):			
(a) Basic		43.54	50.31
(b) Diluted		43.54	50.31
Accounting Policies	A		
Notes forming part of Financial Statements	1 to 37		

For Parikh & Majmudar

Chartered Accountants

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

FRN No. 107525W

Place : Ahmedabad

Date : 22/05/2012

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth

Chairman & Managing Director

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

CONSOLIDATED CASH FLOW STATEMENT

PARTICULARS			(` in Lacs)	
	2012-2013	2012-2013	2011-2012	2011-2012
(A) Cash Flow From Operating Activities				
Profit before tax		6046.74		6838.65
Adjustments for				
Depreciation	1096.39		983.48	
Interest and Finance cost	5041.11		3989.35	
Loss on Sale of Fixed Assets	(42.86)		4.09	
Dividend Income	(2.85)		(2.58)	
Interest income	(98.98)		(64.18)	
		5992.82		4910.16
Operating Profit Before Working Capital Changes		12039.55		11748.82
Adjustment for Change In:				
Inventories	(3843.63)		(4649.33)	
Receivable	(3077.07)		(6609.96)	
Loans & Advances	(4911.36)		161.99	
Trade Payables	(697.05)		4153.54	
		(12529.10)		(6943.76)
		(489.55)		4805.06
Income Taxes Paid	(1249.19)		(1798.29)	
		(1249.19)		(1798.29)
Net Cash Generated From Operations		(1738.74)		3006.77
(B) Cash flow from Investing activities				
Purchase of Fixed Assets	(4702.60)		(3807.11)	
Sale of Shares	0.00		0.00	
Sale of Fixed Assets	1314.68		13.96	
Dividend Income	2.85		2.58	
Purchase of Investment	(1647.75)		0.00	
Net Cash Generated From Investing Activities		(5032.82)		(3790.57)
(C) Cash Flow From Financing Activities				
Proceeds From Zero Coupon Convertible Debenture	0.00		(2880.00)	
Proceeds From Increase in Capital/ Premium	851.20		3018.56	
Proceeds form Long term Borrowings (Net of Repayments)	6073.36		(1986.93)	
Proceeds form Banks for working capital	5969.59		4744.53	
Proceeds form Unsecured Borrowings (Net of Repayments)	0.00		2952.70	
Deffered Payments credits against vechile (Net of Repayments)	0.00		(21.50)	
Interest Paid	(5041.11)		(3989.35)	
Dividend Paid (Including Tax On Dividend)	(559.36)		(374.70)	
Interest Received	98.98		64.18	
Net Cash Generated from Financing Activities		7392.65		1527.50
Net Increase In Cash & Cash Equivalents		621.09		743.69
Cash & Cash Equivalents at The Beginning of The Year		1955.51		1211.82
Cash & Cash Equivalents at The End of The year		2576.61		1955.51

Particulars	2012-2013 (in `)	2011-2012 (in `)
Cash and cash equivalents :		
Cash on Hand	-	52.19
Balances with the Banks (Including Margin Money)	2576.61	1903.33
Cash and Cash Equivalents	2576.61	1955.52

Notes to Cash Flow:-

1. All figures in bracket are outflow.
2. The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on "Cash Flow Statement" issued by The Institute of Chartered Accountant of India.

For Parikh & Majmudar

Chartered Accountants
FRN No. 107525W

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

Place : Ahmedabad

Date : 10/05/2013

Chandresh Pandya
Company Secretary

For and on behalf of the Board of Directors

Amol Sheth

Chairman & Managing Director

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

(A) SIGNIFICANT ACCOUNTING POLICIES:**I) Principles of Consolidation**

The Consolidated Financials Statements relate to Anil Limited and its subsidiaries. The consolidated financial statements have been prepared on the following basis:

- a) In respect of the subsidiaries, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating the intra-group balances and unrealized profit/losses on intra-group transactions as per Accounting Standard-AS 21 Consolidated Financial Statements issued by the Institute of Chartered Accountants of India.
- b) The difference between the costs of investment in the subsidiaries, over the net assets at the time of acquisition of shares in the subsidiaries are recognized in the financial statements as goodwill or capital reserve as the case may be.

The Company classifies its foreign operations considering the way in which they are financed and operate in relation to the Company. On a review of the status of the Company's foreign operations in accordance thereto, effective from 20/07/2010 [Anil Bioplus (Europe B.V.)] & 09/08/2010 [Anil Bioplus (Afro Asia)] & 06/02/2013 (ANIL Life Sciences Ltd) the classification of foreign subsidiaries are as per 'Integral Foreign Operation'. During the year, the Company has not exercised the accounting policy related to amortization of foreign exchange fluctuation differences as per the notification issued by the Ministry of Corporate Affairs, Government of India. As a result,

- a) Income and expenses are translated at the average exchange rates prevailing during the year.
- b) Monetary items at the year end are restated at the year end rates. Non-monetary foreign currency items are carried at cost.
- c) The resulting net exchange differences are recognized in the profit and loss account.
- c) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
- d) The financial statements of the subsidiaries, in consolidation are drawn up to the same reporting date as that of the Company i.e. March 31, 2013.

II) The subsidiaries considered in the consolidated financial statement as at 31st March 2013 are:

Name of the Subsidiary Company	Country of Incorporation	%of holding either directly or through subsidiaries
Anil (Europe) B.V.	Netherlands	100%
Anil LifeSciences Ltd	India	100%

III) Method of Accounting

The Financial Statements are prepared as per historical cost convention and in accordance with the Generally Accepted Accounting Principles in India, the provisions of the Companies Act 1956, and the applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006. All Income and Expenditures having material bearing on the Financial Statements are recognized on accrual basis.

IV) Use of Estimates

The preparation of the financial statements in conformity with GAPP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

V) Revenue Recognition

Sales are stated inclusive of rebate and trade discount and excluding Central Sales Tax, State Value Added Tax. With regard to sale of products, income is reported when practically all risks and rights connected with the ownership have been transferred to the buyers. This usually occurs upon dispatch, after the price has been determined. Export Benefits are accounted on accrual basis.

VI) Fixed Assets

Tangible Fixed Assets acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation [other than "freehold land" where no depreciation is charged] and impairment losses, if any. The acquisition value includes the purchase price (excluding refundable taxes), and expenses directly attributable to assets to bring it to the factory and in the working condition for its intended use. Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings if any, the corresponding borrowing cost are capitalized up to the date when the asset is ready for its intended use.

Capital work in progress is stated at Cost.

Pre-operative expenditure & trial run expenditure on the Project is capitalized amongst the various heads of fixed assets on the commencement of commercial production of respective project.

VII) Depreciation

- i) Depreciation on Fixed Assets is provided on Straight Line Basis in accordance with the provisions of Section 205(2)(b) of the Companies Act, 1956 in the manner and at the rates specified in Schedule XIV to the said Act.
- ii) Depreciation on additions to Assets during the year is being provided on pro-rata basis with reference to month of acquisition/installation as required by Schedule XIV to the Companies Act, 1956.
- iii) Depreciation on assets sold, scrapped or demolished during the year is provided at their respective rates up to the date on which such assets are sold, scrapped or demolished, as required by Schedule XIV of the Companies Act, 1956.
- iv) No depreciation has been provided in respect of Capital Work in Progress.

VIII) Excise Duty

Excise Duties recovered are included in the sale of products. Excise duties in respect of Finished Goods lying in stock are shown separately as an item of Other Manufacturing Expenses and included in the valuation of finished goods.

IX) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.. The Cash flows from operating, investing and financing activities of the Group are segregated.

Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand and demand deposits with banks.

X) Foreign Currency Transactions

Transactions in the foreign currency which are covered by forward contracts are accounted for at the contracted rate; the difference between the forward rate and the exchange rate at the date of transaction is recognized in the profit & loss account over the life of the contract. Foreign currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

XI) Investments

- a) Investments are classified as Long Term & Current Investments. Long Term Investments are valued at cost less provision for diminution other than temporary, in value, if any. Current Investments are valued at cost or fair value whichever is lower.

- b) Investment in the shares of Foreign subsidiaries are expressed in Indian currency at the rates of exchange prevailing at time when the investment was made.

XII) Valuation of Inventories

- i) Raw materials are valued at cost or net realizable value whichever is lower.
- ii) Work in progress has been valued at cost of materials and labour charges together with relevant factory overheads.
- iii) Finished Goods are valued at cost or net realizable value whichever is lower. (Inclusive Excise Duty).
- iv) Stores & Fuel are valued at cost or net realizable value whichever is lower.

XIII) Earning per Share:

Basic earning per share is calculated by dividing the net profit after tax for the year attributable to Equity Shareholders of the Company by the weighted average number of Equity Shares in issue during the year. Diluted earning per Share is calculated by dividing net profit attributable to equity Shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding during the year.

XIV) Taxation

Income –tax expense comprises of current tax, and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of brought forward business losses, capital losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to reassure realization.

XV) Provisions & Contingencies

A provision is recognized when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding long term benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the Financial Statements. A contingent asset is neither recognized nor disclosed.

XVI) Borrowing Cost

Borrowing costs are recognized in the period to which they relate, regardless of how the funds have been utilized, except where it relates to the financing of construction or development of assets requiring a substantial period of time to prepare for their intended future use. Interest on borrowings if any is capitalized up to the date when the asset is ready for its intended use. The amount of interest capitalized for the period is determined by applying the interest rate applicable to appropriate borrowings

XVII) Research & Development Expenditure

Research & Development Expenditure is charged to revenue. Capital expenditure on research and development is reported as fixed assets under the relevant head. Depreciation on research and development fixed assets are not classified as research and development expenses and instead included under depreciation expenses.

XVIII) Proposed Dividend & Corporate Dividend Tax

Dividend proposed by the Board of Directors along with corporate dividend tax is provided in the books of accounts. Approval in the General Meeting is pending for the same.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(` in Lacs)

Particulars	As at 31 st March, 2013		As at 31 st March, 2012	
	Number of shares		Number of shares	
NOTE 1 SHARE CAPITAL				
(a) Authorised				
25000000 (P.Y. 26000000) Equity shares of ` 10 each	25000000	2,500.00	26000000	2,600.00
5000000 (P.Y. 5000000) Unclassified Shares of ` 10 each	5000000	500.00	5000000	500.00
7000000 (P.Y. 7000000) preference shares of ` 100 each	7000000	7,000.00	7000000	7,000.00
		10,000.00		10,100.00
(b) Issued				
9766166 (P.Y. 9766166) Equity shares of ` 10 each	9766166	976.62	102.54	1,025.42
38,80,000 (P.Y. 3380000) 8% Redeemable Non Cumulative Preference shares of ` 100 each	3880000	3,880.00	29.80	2,980.00
		4,856.62		4,005.42
(c) Subscribed and fully paid up				
9766166 (P.Y. 9766166) Equity shares of ` 10 each	9766166	976.62	102.54	1,025.42
3880000 (P.Y. 3380000) 8% Redeemable Non Cumulative Preference shares of ` 100 each	3880000	3,880.00	29.80	2,980.00
		4,856.62		4,005.42
Total		4,856.62		4005.42

NOTE 1A SHARE CAPITAL (contd.)

Notes:

- (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Closing Balance
(` In Lacs)			
Equity shares with voting rights			
Year ended 31 March, 2013			
- Number of shares	9766166	-	9766166
- Amount (`)	976.62	-	976.62
Year ended 31 March, 2012			
- Number of shares	9766166	-	9766166
- Amount (`)	976.62	-	976.62
Redeemable Non Cumulative preference shares			
Year ended 31 March, 2013			
- Number of shares	3380000	500000	3880000
- Amount (`)	3,380	500.00	3880.00
Year ended 31 March, 2012			
- Number of shares	-	3,380,000	3380000
- Amount (`)	-	3380.00	3380.00

ANIL LIMITED

Notes:

Right, Preferences & restrictions attaching to various classes of shares.

Class of Shares	Nos. of Shares	Right, Preferences & restrictions attaching to various classes of shares
Equity Shares of ₹ 10/- each	9,766,166	The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.
8% Redeemable Preference Shares of ₹ 100/- each	38,80,000	Preference shares would be redeemable at after 10 years but before 20 years from the date of allotment at the option of the holder.

Note 1b Share capital (contd.)

(i) Details of shares held by each shareholder holding more than 5% shares:

(₹ In Lacs)

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Bharti Consumer Mkt. Pvt. Ltd.	961,170	9.84	961,170	9.84
Agallochun Investments Pvt. Ltd.	1,077,800	11.04	1,077,800	11.04
Aught Investments Pvt. Ltd.	1,042,890	10.68	1,042,890	10.68
Aseem Realty Pvt. Ltd.	1,009,660	10.34	1,009,660	10.34
Abloom Investments Pvt. Ltd.	1,293,860	13.25	1,293,860	13.25
Agranil Marketing Limited	1,015,080	10.39	1,015,080	10.39
Agallochun Investments Pvt. Ltd.	-	-	190,000	19.00
Aught Investments Pvt. Ltd.	-	-	271,800	21.18
Redeemable preference shares				
Anil Mines & Minerals Ltd.	1625000	41.88	1625000	54.53
Agranil Marketing Limited	375000	9.66	375000	12.58
Aught Investments Pvt. Ltd.	1480000	38.14	980000	32.89
Anil Nutrients Ltd.	400000	10.31		

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 2 RESERVES AND SURPLUS		
(a) Capital reserve		
Opening balance	11.09	11.09
Add: Additions during the year	-	-
Less: Utilised / transferred during the year	-	-
Closing balance	<u>11.09</u>	<u>11.09</u>
(b) Securities premium account		
Opening balance	1,183.08	1,183.08
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year	-	10.24
Closing balance	<u>1,183.08</u>	<u>1,172.84</u>
(c) General reserve		
Opening balance	1,170.00	670.00
Add: Transferred from surplus in Statement of Profit and Loss	500.00	5400.00
Less: Utilised / transferred during the year	-	-
Closing balance	<u>1,670.00</u>	<u>1,170.00</u>
(d) Amalgamation Reserve (On Amalgamation of The Anil Starch Products Ltd and Anil Consumer Products Ltd. with the Company with effect from 1st April, 2001)	2,510.04	2,510.04
Closing balance	<u>2,510.04</u>	<u>2,510.04</u>
(e) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	11,567.10	7,742.32
Add: Profit / (Loss) for the year	4584.37	5,040.36
Less: Dividend		
Dividends proposed to be distributed to equity shareholders (` 2 per share)	195.32	195.32
Dividends proposed to be distributed to preference shareholders	285.96	127.07
Tax on dividend	78.08	52.30
Transferred to:		
General reserve	500.00	500.00
Closing balance	<u>15,092.11</u>	<u>11,907.99</u>
Total	<u><u>20,466.32</u></u>	<u><u>16,771.96</u></u>

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 3 LONG-TERM BORROWINGS		
(a) Bonds / debentures		
Zero Coupon Convertible Debentures		
Opening Balance	500.00	3380.00
Add: Issued during the year	0.00	500.00
Less: Transferred to Preference Share Capital	500.00	3380.00
Sub Total {Refer Note (i) below}	0.00	500.00
(b) Term loans		
From banks		
Secured {Refer Note (ii) below}	9787.67	4741.75
L&T Finance Ltd-Non Convertible Debenture(12110211)	2500.00	0
	12287.67	4741.75
(c) Deferred payment liabilities		
Secured {Refer Note (iii) below}	0.00	11.24
	0.00	11.24
(d) Deposits		
Unsecured		
Other	0.00	0.26
	0.00	0.26
(e) Loan form Related Parties		
Unsecured	81.28	1042.34
{Includes ` 81.28 (P.Y. Rs. 1042.34) Lacs from company in which Direcors are interested}		
	81.28	1042.34
Total	12,368.95	6,295.59

Refer Note - i**(A) Term Loan from Bank of India, IDBI & Punjab National Bank**

(a) Secured by first charge on Pari Passu basis on fixed assets of the company.

(b) Secured by first charge by way of Hyp othecation on specific Plant and Machinery of the company.

(c) Secured by way of equitable mortgage of fixed assets of the company comprising of Land, Building and Fixed Machinery situated at Anil Road and Lan, Building and Fixed Machinery situated at Village Palanpur, Taluka Kadi ranking Pari Passu in favour of all banks.

(B) Repayment Schedule**IDBI Bank**

Term Loan I : Repayble in 20 Quarterly Installment of ` 50 Lac each.

Term Loan II : Repayble in 20 Quarterly Installment of ` 25 Lac each.

Bank of India

Term Loan I : Repayble in 20 Quarterly Installment of ` 25 Lac each.

Term Loan II : Repayble in 20 Quarterly Installment of ` 25 Lac each.

Term Loan IV : Repayble in 20 Quarterly Installment of ` 50 Lac each.

ECB 10 Milliion : 3 Installments commencing form Dec-2015 ` 10000 Lacs. Dec -2016 2000 Lacs and Dec -2017 2000 lacs to make average maturity over ` 5 years as per RBI Guidelines
Corporate Loan : Repayable in 12 Quarterly Installments of ` 125 Lac each & Last 4 Quarterly installments each of ` 250 Lac.**Punjab National Bank**

Term Loan I: Repayable in 12 Quarterly Installments of ` 125 Lac each & Last 4 Quarterly installments each of ` 250 Lac.

Term Loan II : Repayble in 20 Quarterly Installment of ` 25 Lac each.

Term Loan III : Repayble in 20 Quarterly Installment of ` 25 Lac each.

Term Loan IV : Repayble in 20 Quarterly Installment of ` 25 Lac each.

J & K Bank

The principle amount shall be repaid in 5 equal quarterly instalments after moratorium period of 21 Months from the date of First Disbursement .

Refer Note ii**L&T Finance Non Convertible Debentures**

Redemption at par in the ratio of 10:20:30:40 redemmable at the end of 2nd,3rd,4th and 5th year respectively from the deemed date of allotment

Refer Note- iii

Secured against Vehicle Purchase under Hire Purchase Agreement.

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 4 OTHER LONG-TERM LIABILITIES		
(a) Trade Payables:		
(i) Other than Acceptances	51.26	51.26
(b) Others:		
(i) Deposits Taken	102.59	282.54
Total	153.86	333.80
NOTE 5 LONG-TERM PROVISIONS		
(a) Provision for employee benefits:		
(i) Provision for gratuity	30.38	51.80
Total	30.38	51.80
NOTE 6 SHORT-TERM BORROWINGS		
(a) Loans repayable on demand		
From banks		
Secured {Refer Note No. (i) below}	22785.83	15252.17
Sub Total	22785.83	15252.17
(b) Deposits		
Inter Corporate Deposits	3430.25	4987.42
Unsecured	12.71	19.62
Sub Total	3442.96	5007.04
Total	26,228.79	20,259.21
NOTE 7 TRADE PAYABLES		
Trade payables:		
Other than Acceptances {Refer Note No. (32)}	7,664.04	9,306.16
(i) Payables on purchase of fixed assets	27.40	12.25
Total	7,691.44	9,318.41
NOTE 8 OTHER CURRENT LIABILITIES		
(a) Current maturities of long-term debt	2919.82	2,010.76
Sub Total	2,919.82	2,010.76
(b) Interest accrued and due on borrowings	128.63	56.44
(c) Unpaid dividends	30.71	10.50
Sub Total	159.34	66.94
(d) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	315.45	241.41
(ii) Advances from customers	946.50	761.50
(iiii) Others (specify nature)		
Advance for Sale of Capital Asset	0.00	164.00
Sub Total	1261.95	1166.91
(e) Deferred payment liabilities		
Secured	11.24	20.88
Sub Total	11.24	20.88
Total	4,352.35	3,265.48

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 9 SHORT-TERM PROVISIONS		
(a) Provision - Others:		
(i) Provision for tax	1135.34	1,269.08
(ii) Provision for proposed equity dividend	195.32	195.32
(iii) Provision for proposed preference dividend	285.96	127.07
(iv) Provision for tax on proposed dividends	78.08	52.30
(v) Provision for Employee Benefits	119.60	166.39
(vi) Provision for expenses	139.57	99.30
(vii) Provision - others (give details)		
Wealth Tax Provision	0.55	0.55
Total	1,954.42	1,910.01

NOTE 10 FIXED ASSETS

(` In Lacs)

Description	Gross Block			Accumulated depreciation and impairment				Net Block		
	Balance as at 1 April, 12	Additions	Disposals	Balance as at 31 March, 13	Balance as at 1 April, 12	Depreciation/ amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 13	Balance as at 31 March, 13	Balance as at 31 March, 12
A Tangible assets										
(a) Land - Freehold	2962.36	1280.22	1270.76	2971.83	0.00	0.00	0.00	0.00	2971.83	2962.36
(b) Buildings - Own use	1825.16	56.94	0.00	1882.10	260.25	62.44	0.00	322.69	1559.41	1565.56
(c) Plant and Equipment - Owned	18621.83	1330.79	0.00	19952.62	3466.58	987.55	0.00	4454.13	15498.50	15155.22
(d) Furniture and Fixtures - Owned	266.37	0.69	0.00	267.06	127.81	12.65	0.00	140.46	126.60	135.62
(e) Vehicles - Owned	179.44	0.00	3.80	175.64	63.37	16.67	2.74	77.30	98.34	106.47
Total	23,855.80	2,668.65	1,274.56	25,249.25	3,918.01	1,079.31	2.74	4,994.58	20,254.67	19,925.23
Previous year	20,418.20	3,466.82	29.21	23,855.80	2,988.57	953.16	11.16	3,930.57	19,925.23	17,429.63

NOTE 11 FIXED ASSETS (contd.)

(` In Lacs)

B Intangible assets	Gross block			Accumulated depreciation and impairment				Net block	
	Balance as at 1 April, 12	Additions	Disposals	Balance as at 31 March, 13	Balance as at 1 April, 12	Depreciation/ amortisation expense for the year	Balance as at 31 March, 13	Balance as at 31 March, 13	Balance as at 31 March, 12
(a) Computers software	357.52	2.07	-	359.59	82.51	28.99	11.50	248.09	292.00
Total	357.52	2.07	-	359.59	82.51	28.99	11.50	248.09	292.00
Previous year	357.53	-	-	357.53	65.53	16.98	82.51	292.00	0.00

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
(` In Lacs)						
NOTE 12 NON-CURRENT INVESTMENTS						
(a) Other investments						
Investment in government or trust securities						
(i) government securities						
7,924 US 64 Bonds of ` 100 each (7,924 Units of ` 10/- each in Unit Trust of India converted into 7,924 US 64 Bonds w.e.f. 01/06/2003)		9.80	9.80		9.50	9.50
7 Years National Saving Certificates with face value of ` 51,000/- *		0.66	0.66		0.51	0.51
6 years National Savings Certificates with face value of ` 30,500/- *		0.41	0.41		0.31	0.31
* (Deposited with Government department as security Deposit)						
Total - Other investments (A)			10.87			10.32
(b) Other						
2,567 (PY 2,567) fully paid Equity Shares of ` 10/- each in Gujarat State Fertilizer Co. Ltd.	5.24		5.24	5.24		5.24
5,425 (PY 5,425) fully paid Equity Shares of ` 10/- each of The Arvind Mills Ltd.	12.63		12.63	12.63		12.63
200 (PY 200) fully paid Equity Shares of ` 10/- each of Corporation Bank.	0.16		0.16	0.16		0.16
28,700 (PY 28,700) fully paid Equity Shares of ` 10/- each of Bank of India.	12.92		12.92	12.92		12.92
2,000 fully paid shares of ` 10/- each of The Kapole Co-operative Bank Ltd.		0.20	0.20	-	0.20	0.20
4995 (PY Nil) Equity Shares of ` 10/- each of Anil Mega Food Park Pvt. Ltd.		0.50	0.50		0.50	0.50
5,12,000 (PY Nil) Equity Shares of ` 10/- each of Anil Nutrients. Ltd. at premium of ` 2 each.		-	-	-		
Investment in Mutual Funds				5.01		5.01
294750 (P.Y. 294750) shares of ` 10 each fully paid in Anil Hospitality Ventures Ltd.					127.70	127.70
Government securities					0.15	0.15
4995 (P.Y. Nil) Shares of ` 10 each fully paid in Anil Hospitality Ventures Ltd.					0.50	0.50
Share Application Money with Anil Mega Food Park Pvt. Ltd.		2167.61	2167.61		387.05	387.05
Total - Other investments (B)			2199.26			552.06
Total (A+B)			2210.12			562.37
Less: Provision for diminution in value of investments			(7.56)			(7.56)
Total			2202.56			554.81
Aggregate amount of quoted investments			30.95			30.95
Aggregate market value of listed and quoted investments			99.29			119.75
Aggregate amount of unquoted investments			2277.30			550.66

(` In Lacs)

Particulars	As at	
	31 st March, 2013	31 st March, 2012
NOTE 13 LONG-TERM LOANS AND ADVANCES		
(a) Capital advances	4377.03	383.52
Sub Total	4,377.03	383.52
(b) Security deposits		
Long term deposit		79.35
FD Maturing after Twelve Months from Reporting Date	0.00	18.11
Electricity & Other Deposits	51.54	50.84
Sub Total	51.54	148.30
Total	4,428.57	531.82
NOTE 14 OTHER NON-CURRENT ASSETS		
(a) Long-term trade receivables (including trade receivables on deferred credit terms)		
Trade Receivable	97.83	49.36
(b) Advance to Supplier	16.17	16.17
(c) Preliminary expenses	1.98	0.00
Total	115.98	65.53

NOTE 15 CURRENT INVESTMENTS

(` In Lacs)

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Quoted	Total	Quoted	Total
Investment in mutual funds (give details)				
18334.66 Units (P.Y 18148.820) of Principle Large Cap Fund (Market Value ` 5.19 Lacs) (P.Y ` 4.81)	5.19	5.19	5.00	5.00
		5.19		5.00

NOTE 16 INVENTORIES

(As taken, valued & certified by Director)

(` In Lacs)

Particulars	As at	
	31 st March, 2013	31 st March, 2012
(a) Raw materials	12068.67	8,970.09
Sub Total	12,068.67	8,970.09
(b) Work-in-progress	931.42	1,603.37
Sub Total	931.42	1,603.37
(c) Finished goods {Including Excise}	5304.95	3,657.84
Sub Total	5,304.95	3,657.84
(d) Stores and spares	701.85	931.97
Sub Total	701.85	931.97
Total	19,006.90	15,163.27

(` In Lacs)

Particulars	As at 31 st March, 2013	As at 31 st March, 2012
NOTE 17 TRADE RECEIVABLES		
Unsecured Considered good		
Trade receivables outstanding for a period exceeding six months.	384.11	163.06
Others	23818.26	20962.25
Total	<u>24202.37</u>	<u>21125.31</u>
NOTE 18 CASH AND CASH EQUIVALENTS		
(a) Cash on hand	43.33	52.19
Sub Total	<u>43.33</u>	<u>52.19</u>
(b) Balances with banks		
(i) In current accounts	146.93	125.93
(ii) In deposit accounts / Margin Money Account	1299.13	1062.02
(iii) In earmarked accounts		
- Unpaid dividend accounts	30.71	10.50
Sub Total	<u>1476.76</u>	<u>1198.45</u>
(c) Others (specify nature)		
Debit Balance in Cash Credit Account	1,056.52	704.88
Sub Total	<u>1056.52</u>	<u>704.88</u>
Total	<u>2576.61</u>	<u>1955.52</u>
NOTE 19 SHORT-TERM LOANS AND ADVANCES		
(a) Loans and advances to Others	-	-
(b) Loans and advances to employees	39.75	56.92
(c) Prepaid expenses	29.19	131.20
(d) Balances with government authorities	347.72	236.57
(e) Others (specify nature)		
Advance to Supplier	2954.44	1957.86
Sub Total	<u>2954.44</u>	<u>1957.86</u>
Total	<u>3371.09</u>	<u>2382.54</u>

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 20 OTHER CURRENT ASSETS		
Preliminary Expense not W/off	1.98	26.55
Total	1.98	26.55
NOTE 21 REVENUE FROM OPERATIONS		
Sale of products @ (Refer Note (i) below)		
i) Manufacturing Sales		
- Domestic	64307.75	59057.52
- Export	8494.59	7181.44
Other operating revenues : Duty Draw Back	68.93	20.10
	72871.28	66259.05
<u>Less:</u>		
Excise duty	2199.62	1793.54
Total	70,671.65	64,465.52
Note (i)		
Details of Product Sold. (Net of Excise)		
- Biological Agents	6050.25	6685.35
- Food, Pharma & Animal Healthcare Ingredients	42101.94	32841.28
- Industrial & Allied Products	22450.53	19429.26
- Other	68.93	107.32
- Maize Oil		2589.08
- Maize Oil Cake		1142.58
- Maize		106.29
- Jute Bag		54.90
- Feed		1509.47
Total	70,671.65	64,465.53
NOTE 22 OTHER INCOME		
Interest income-Interest Income [TDS ` 9.37 Lacs (P.Y ` 6.26 Lacs)]	99.00	64.18
Dividend income:		
others	2.30	2.25
Income from Units of Unit Trust of India / NSC	0.55	0.33
Net gain on foreign currency transactions and translation (other than considered as finance cost)	73.12	0.00
Other non-operating income (net of expenses directly attributable to such income) (Refer Note below)	36.43	123.13
Total	211.40	189.89
NOTE 22A OTHER NON-OPERATING INCOME		
Other non-operating income comprises:		
Rent Income [TDS ` 0.99 Lacs (P.Y ` 0.99 Lacs)]	-	9.00
Other non-operating income comprises:		
Baroda Income		0.79
Miscellaneous Freight Income		4.16
Miscellaneous Income	0.66	17.81
Notice Pay Deduction		0.22
Sale of Scrap	35.76	91.14
Rounding off	0.01	
Prior Period Income		
Total - Other non-operating income	36.43	123.13

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 23.A COST OF MATERIALS CONSUMED		
Opening stock	8,881.57	6,048.81
Add: Purchases	51220.30	45,410.38
Sub Total	60,101.87	51,459.19
Less: Closing stock	12068.67	8,881.57
Cost of material consumed	48,033.19	42,577.62
Total	48,033.19	42,577.62
Details of Raw Materials and its Components		
Agriculture Commodities	46,087.10	36,391.84
Other	1,946.09	6,185.78
Sub Total	48,033.19	42,577.62
NOTE 23.B PURCHASE OF TRADED GOODS		
Traded good	-	525.17
Total	-	525.17
NOTE 23.C CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
<u>Inventories at the end of the year:</u>		
Finished goods	5304.95	3,657.84
Work-in-progress	931.42	1,603.37
Sub Total	6,236.37	5,261.21
<u>Inventories at the beginning of the year:</u>		
Finished goods	3,531.53	2,881.86
Work-in-progress	1,598.05	1,021.32
Sub Total	5,129.58	3,903.18
Net (increase) / decrease	(1,106.79)	(1,358.03)
Details of Finished Goods		
- Biological Agents	2474.41	1625.29
- Food, Pharma & Animal Healthcare Ingredients	2127.75	1083.92
- Industrial & Allied Products	702.80	822.32
- Other	-	126.31
Total	5,304.96	3,657.84
NOTE 24 EMPLOYEE BENEFITS EXPENSE		
Salaries and wages :		
Salaries & Wages	1,435.07	1495.56
Staff Emoluments	577.11	537.53
Provident Fund	56.09	52.37
Bonus	49.54	32.15
Gratuity	30.52	54.20
Total	2,148.33	2,171.81
NOTE 25 FINANCE COSTS		
Interest expense on:		
Interest on Term Loans	1,387.24	1022.51
Interest on Working Capital	2,690.19	2050.16
Other Interest & Finance Charges	699.48	904.27
Foreign Exchange Loss	-	12.41
Interest on NCD	264.20	0.00
Total	5,041.11	3,989.35

(` in Lacs)

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
NOTE 26 MANUFACTURING & OTHER EXPENSES		
A		
Manufacturing Expense		
Consumption of stores and spare parts (Including Chemicals, Packing Material & Misc. Purchase)		
Op. Stock	919.85	595.65
Add : Purchase	2377.28	2,778.58
	3,297.13	3,374.23
Less : Cl. Stock	701.85	919.85
Sub-Total	2,595.28	2,454.38
Power & Fuel	4,087.11	3,852.03
Repairs and maintenance - Buildings	5.98	53.42
Repairs and maintenance - Machinery	196.09	163.73
Repairs and maintenance - Others	80.58	237.17
Sub-Total	6,965.04	6,760.73
B		
Excise Duty Provision on Closing Stock of F.G. (net)	8.77	3.73
General Expenses	577.13	464.71
Insurance	31.13	17.24
Rent, Rates and taxes	86.59	92.12
Travelling and conveyance	103.20	215.93
Inland & Export Freight Outward	771.14	678.09
Commission	142.16	120.31
Sales Tax Expenses	0.37	52.19
Selling & Distribution Exps.	157.44	53.27
Brokerage & Discount	235.46	223.62
Postage, Telephone Expense	42.52	47.71
Sundry Debit /Credit Balance written off (NET)	8.24	300.76
Donations and contributions	6.55	3.57
Legal and professional	375.34	243.29
Preliminary Expense	1.98	
Payments to auditors (Refer Note (i) below)	5.00	5.00
Sub-Total	2,553.04	2,521.55
Research and Development Expenses		
Salries, Wages, and Bonus	130.50	127.84
P.F. & E.S.I.	9.01	8.04
Other Manufacturing Exp.	10.10	8.46
Sub-Total	149.61	144.34
Total	2,702.65	2,665.89
NOTE 27 EXTRAORDINARY ITEMS		
Loss on Sales of Assets & Shares	(42.86)	4.09
Total	(42.86)	4.09

28. Capital Commitments and Contingent Liabilities:

(` In Lacs)

	As at 31st March, 2013	As at 31st March, 2012
Contingent Liabilities		
Claims against the Company not acknowledged as Debts	22.88	22.88
Disputed Sales Tax Demands – matter under appeal	47.23	47.23
Disputed Excise Demand – matter under appeal	1779.40	1785.56
Disputed Income Tax Liability – matter under appeal	591.40	46.39
Guarantees of ` 2000 Lacs (P.Y. ` 2000 Lacs) given by the Company for loan taken by others from banks The balance outstanding is	2000.00	2000.00
Guarantee limits of ` 157 Lacs (Previous year ` 157.00 Lacs)	157.00	157.00

29. Financial and derivative instruments

Derivative Contract entered into by the company and outstanding as at March 31, 2012

(a) For hedging currency

Out Standing Forward Contract

2340.50 2895.30

(b) The Company uses forward contracts to hedge its risk associated with foreign currency fluctuation. The Company does not use forward contracts for speculative purposes.

(c) The yearend foreign currency exposure that have not been hedged by any derivative instruments or otherwise are as under

Particular	Amount receivable in Foreign Currency
Foreign Currency in Millions	
31-03-2013	US \$ 0.966
31-03-2012	US \$ 0.950
Indian Currency in lacs	
31-03-2013	` 525.50
31-03-2012	` 484.50

30. Inventories are as taken, valued and certified by a Director.

31 In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business and the provisions for depreciation and all known and ascertained liabilities are adequate and not in excess of the amounts reasonably necessary.

32. In absence of the complete information regarding the status of the suppliers as micro small or medium enterprise as per the micro small and medium enterprise development act 2006, the information regarding the amount due to such parties as on the balance sheet date and provision for interest if any required by the said act is not been made.

33. The Company is engaged in manufacturing of starches and its derivatives and hence management is of the opinion that it does not have a reportable primary segment identifiable in accordance with the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

ANIL LIMITED

34. Related Party disclosure as required by AS-18:

Name of the Related Parties and Nature of Relationship where Control Exists

SR NO. NAME OF RELATED PARTY

(I) Associate company/enterprises where common control exists

- 1 Anil Bioplus Ltd. (Previously known as Anil Biochem Ltd.)
- 2 Anil Tradecom Ltd.
- 3 Anil Mines & Minerals Ltd. (Formerly Known as Anil Commodities Limited)
- 4 Agrani Marketing Ltd.
- 5 Aught Investments Pvt. Ltd.
- 6 Rahil Marketing Pvt. Ltd.
- 7 Agallochun Investments Pvt. Ltd.
- 8 Naimesh Trading Pvt. Ltd.
- 9 Anil Hospitality Ventures Ltd.
- 10 Bharti Consumer Marketing Pvt. Ltd.
- 11 Ascent Knowledge System Limited
- 12 Anil Technoplus Limited
- 13 Anil Infraplus Limited
- 14 Anil Life science Limited
- 15 Abner Enterprise Pvt. Ltd.
- 16 Adella Enterprise Pvt. Ltd.

(II) Subsidiary Companies

- 1 Anil Bioplus (Europe) BV
- 2 Anil Bioplus Afro Asia FZE

- (III) 1. Shri Amol Sheth [Chairman & Managing Director]

The following transactions were carried with the related parties in the ordinary course of business

(` In Lacs)

PARTICULARS	ASSOCIATES		KEY MANAGEMENT PERSONNEL		RELATIVES OF KEY MANAGEMENT PERSONNEL		TOTAL	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
(I) VOLUME OF TRANSACTIONS								
(A) PURCHASE OF GOODS								
ANIL MINES AND MINERALS LTD.	18835.53	28272.01	-	-	-	-	18835.53	28272.01
ANIL TRADECOM LTD	1135.71	318.40	-	-	-	-	1135.71	318.40
ANIL NUTRIENTS LTD	48.77	295.99	-	-	-	-	48.77	295.99
(B) PURCHASE OF CAPITAL GOODS								
ANIL INFRAPLUS LTD	134.17	1523.67	-	-	-	-	134.17	1523.67
(C) SALES OF GOODS								
ANIL BIOPLUS LTD	207.70	350.18	-	-	-	-	207.70	350.18
ANIL NUTRIENTS LTD	118.31	25.40	-	-	-	-	118.31	25.40
ANIL HOSPITALITY VENTURES LTD.	0.15	0.19	-	-	-	-	0.15	0.19
(D) UTILITY SERVICES								
ANIL BIOPLUS LTD.	554.25	404.74	-	-	-	-	554.25	404.74
(E) REIMBURSEMENT OF EXPENSES								
ANIL HOSPITALITY VENTURES LTD.	7.19	7.10	-	-	-	-	7.19	7.10
(F) SALES/ADVANCE OF INVESTMENTS/LAND								
ANIL MEGA FOOD PARK PVT. LTD	1270.76	164.00	-	-	-	-	1270.76	164.00
ANIL NUTRIENTS LTD.	61.44	-	-	-	-	-	61.44	-
(G) REPAYMENT OF LOAN TAKEN								
ANIL MINES AND MINERALS LTD.	-	1625.00	-	-	-	-	-	1625.00
(H) PAYMENT OF INTEREST								
ANIL TRADECOM LTD.	205.11	-	-	-	-	-	205.11	-
(I) RENTAL INCOME								
ANIL INFRAPLUS LTD.	-	9.00	-	-	-	-	-	9.00
(J) REMUNERATION AND COMMISSION TO DIRECTORS								
AMOL S. SHETH	-	-	266.00	182.64	-	-	266.00	182.64
KAMAL SHETH	-	-	0.23	0.06	-	-	0.23	0.06
ANISH SHAH	-	-	0.23	0.06	-	-	0.23	0.06
INDIRABEN J PARIKH	-	-	0.03	0.03	-	-	0.03	0.03
(K) CORPORATE GUARANTEES								
ANIL MINES AND MINERALS LTD.	2000.00	2000.00	-	-	-	-	2000.00	2000.00

(` In Lacs)

PARTICULARS	ASSOCIATES		KEY MANAGEMENT PERSONNEL		RELATIVES OF KEY MANAGEMENT PERSONNEL		TOTAL	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
(L) 8% REDEEMABLE PREFERENCE SHARES								
ANIL MINES & MINERALS LTD.	-	1625.00	-	-	-	-	-	1625.00
AGRANIL MARKETING LTD.	-	375.00	-	-	-	-	-	375.00
AUGHT INVESTMENTS PVT. LTD.	500.00	980.00	-	-	-	-	500.00	980.00
ANIL NUTRIENTS LTD.	-	400.00	-	-	-	-	-	400.00
(II) BALANCE AT THE END OF THE PERIOD								
(A) UNSECURED LOANS								
AGRANIL MARKETING LTD.	81.28	80.23	-	-	-	-	81.28	80.23
(B) CURRENT LIABILITIES								
AMOL DICALITE LTD.	8.90	10.82	-	-	-	-	8.90	10.82
ANIL MINES AND MINERALS LTD.	-	1479.27	-	-	-	-	-	1479.27
ANIL TRADECOM LTD.	1148.12	86.60	-	-	-	-	1148.12	86.60
ANIL BIOPPLUS LTD.	201.84	47.96	-	-	-	-	201.84	47.96
ANIL INFRAPLUS LTD.	810.00	90.00	-	-	-	-	810.00	90.00
ANIL NUTRIENTS LTD.	211.04	36.27	-	-	-	-	211.04	36.27
ANIL MEGA FOOD PARK PVT LTD	-	164.00	-	-	-	-	-	164.00
(C) INVESTMENTS/SHARE APPLICATION MONEY								
ANIL NUTRIENTS LTD.	-	61.44	-	-	-	-	-	61.44
ANIL MEGA FOOD PARK PVT LTD.	2167.61	387.05	-	-	-	-	2167.61	387.05
(D) LOANS & ADVANCES/ADVANCE FOR CAPEX								
ANIL MINES AND MINERALS LTD.	253.68	2,327.66	-	-	-	-	253.68	2,327.66
ASCENT KNOWLEDGE SOLUTIONS LTD	50.19	50.12	-	-	-	-	50.19	50.12
ANIL INFRAPLUS LTD	133.51	449.09	-	-	-	-	133.51	449.09
ANIL TECHNOPLUS LTD	1195.16	11.26	-	-	-	-	1195.16	11.26
ANIL MEGA FOOD PARK PVT LTD.	3.17	-	-	-	-	-	3.17	-
(E) DEBTORS								
ANIL BIOPPLUS LTD.	201.034	227.55	-	-	-	-	201.03	227.55
AUGHT INVESTMENTS PVT LTD	24.04	24.04	-	-	-	-	24.04	24.04

35. Calculations of Earnings Per Share (EPS)

PARTICULARS	Amount in	Amount in
	in lacs	in lacs
	31-03-2013	31-03-2012
A. Profit after Tax for the year	4584.37	5040.36
Less: Preference Dividend and tax thereon	332.35	127.07
Profit available for Distribution to Equity Share	4252.02	4913.29
B. Weighted Average Equity Shares for the year	97,66,166	97,66,166
C. Basic and Diluted EPS (Price Per Share ` 10)	43.54	50.31

36. Deferred Tax Assets/(Liability)

The breakup of Deferred Tax as at 31.03.2013 is as under.

DEFERRED TAX LIABILITIES.

- Depreciation Difference	2378.64	2178.23
NET DEFERRED TAX LIABILITY	2378.64	2178.23

37. As this being first year of Incorporation of Subsidiary, Anil Lifesciences Ltd pervious years figures of Subsidiary is not taken for Consolidated purpose and hence not comparable. Anil Nutrients Ltd and Anil Bioplus (Afro-Asia) FZE ceased as subsidiary w.e.f 04/2/2013 & 26/08/2012 respectively and hence the said is not taken for consolidation.

For Parikh & Majmudar

Chartered Accountants
FRN No. 107525W

For and on behalf of the Board of Directors

(CA. Dr. Hiten Parikh)

Partner

M. No. 040230

Place : Ahmedabad

Date : 10/05/2013

Amol Sheth

Chairman & Managing Director

Chandresh Pandya

Company Secretary

Kamal Sheth

Director

Dipal Palkhiwala

Chief Financial Officer

NOTICE

Notice is hereby given that the Annual General Meeting of the members of **ANIL LIMITED** will be held at Ahmedabad Management Association (AMA), ATIRA Campus, Dr. Vikram Sarabhai Marg, Ahmedabad – 380 015, on Monday the 30th day of September, 2013 at 9.30 a.m. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2013 and the Profit & Loss Account for the year ended on that date with the Reports of the Board of Directors and Auditors thereon.
2. To declare dividend on Equity shares.
3. To declare Dividend on Redeemable Preference Shares for the year 2012-13.
4. To appoint a Director in place of Shri Kamal Sheth, who retires by rotation and being eligible offers himself for re-appointment.
5. To appoint the Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

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

Regularization of Shri Anurag Kothawala -

“**RESOLVED THAT** Shri Anurag Kothawala, who was appointed as an Additional Director pursuant to Section 260 of the Companies Act, 1956 holds office upto the date of this Annual General Meeting of the Company and in respect of whom the Company has received the notice in writing pursuant to the provisions of Section 257 of the Companies Act, 1956, proposing his candidature as a Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

7. **To consider and if thought fit to pass with or without modification(s), the following Resolution as Ordinary Resolution:**

Regularization of Shri Shashin Desai -

“**RESOLVED THAT** Shri Shashin Desai, who was appointed as an Additional Director pursuant to Section 260 of the Companies Act, 1956 holds office upto the date of this Annual General Meeting of the Company and in respect of whom the Company has received the notice in writing pursuant to the provisions of Section 257 of the Companies Act, 1956, proposing his candidature as a Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

8. **To consider and if thought fit to pass with or without modification(s), the following Resolution as Special Resolution:**

Appointment of Shri Anurag Kothawala as Whole Time Director of the Company, to be designated as Group Director:

“**RESOLVED THAT** pursuant to the provisions of Sections 198, 269, 309 and 311 and other applicable provisions, if any of the Companies Act, 1956, the consent of the Company be and is hereby accorded to the Appointment of Shri Anurag Kothawala as a Whole Time Director and to be designated as a Group Director of the Company liable to retire by rotation for a period of 3 years from the date 2nd September, 2013, on the terms and conditions, remuneration and perquisites as set out in the Explanatory Statement.

9. **To consider and if thought fit to pass with or without modification(s), the following Resolution as Special Resolution:**

Appointment of Shri Shashin Desai as Whole Time Director of the Company, to be designated as Executive Director:

“RESOLVED THAT pursuant to the provisions of Sections 198, 269, 309 and 311 and other applicable provisions, if any of the Companies Act, 1956, the consent of the Company be and is hereby accorded to the Appointment of Shri Shashin Desai as a Whole Time Director and to be designated as an Executive Director of the Company liable to retire by rotation for a period of 3 years from the date 2nd September, 2013, on the terms and conditions, remuneration and perquisites as set out in the Explanatory Statement.

Registered Office:

P. O. Box – 10009,
Anil Road,
Ahmedabad – 380 025
Place : Ahmedabad
Date : September 2, 2013

**BY ORDER OF THE BOARD
For, ANIL LIMITED**

Chandresh Pandya
Company Secretary

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY AND INSTRUMENT APPOINTING PROXY SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING**
 2. The explanatory statements as required under Section 173 (3) of the Companies Act, 1956 in respect of item Nos. 6 to 9 are annexed hereto.
 3. As required under Clause 49 of the listing agreement, brief information of director seeking re-appointment at the ensuing Annual General Meeting is given in the Directors Report and director seeking appointment is given in the explanatory statement.
 4. Members are requested to notify immediately any change in their address to the Depository Participant with whom they maintain the demat account for shares held in electronic mode and to the Company's Registrar and Transfer Agents for shares held in physical mode.
 5. THE REGISTER OF MEMBERS AND TRANSFER BOOK OF THE COMPANY WILL REMAIN CLOSED FROM TUESDAY THE 24th DAY OF SEPTEMBER, 2013 TO MONDAY THE 30TH DAY OF SEPTEMBER, 2013 (BOTH DAYS INCLUSIVE)
 6. The Dividend as recommended by the Board of Directors of the Company, when approved and declared at the Annual General Meeting of the Company will be made payable to the equity shareholders of the Company whose names stand registered on the Company's Register of Members :
 - in respect of shares held in electronic form, to those members whose names appear in the statements of beneficial ownership furnished by National Security Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as at the opening hours of September 24, 2013.
 - to those members whose names appear on the Company's register of members, after giving effect to all valid share transfers in physical form lodged with M/s. Link Intime India Pvt. Ltd., Registrar and Share Transfer Agent of the Company before September 24, 2013.
- In respect of Redeemable Preference Shares (RPS), dividend will be paid to the holder(s) of RPS on the Company's Register of Members as on September 30, 2013.
7. 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.
 8. Trading in the shares of the Company is compulsory in dematerialized form for all investors. There are number of advantages in keeping shares in dematerialized mode like no stamp duty, no/ lesser risks of delays/ loss in transit/ theft/ mutilation/ bad deliveries, no courier/ postal charges and immediate transfer. Hence, we request all those shareholders who have still not dematerialized their shares to get their shares dematerialized at the earliest.

9. The Ministry of Corporate Affairs has undertaken a Green Initiative in Corporate Governance and allowed companies to share documents with its shareholders through an electronic mode. Amendment to the Listing Agreement with the Stock Exchanges permits companies to send soft copies of the Annual Report to all those shareholders who have registered their email address for the said purpose. Members are requested to support this Green Initiative by registering/updating their e-mail addresses for receiving electronic communications.

Registered Office:

P. O. Box – 10009,
Anil Road,
Ahmedabad – 380 025
Place : Ahmedabad
Date : September 2, 2013

**BY ORDER OF THE BOARD
For, ANIL LIMITED**

Chandresh Pandya
Company Secretary

Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956

Item No. 6

The Board of Directors of your Company at its meeting held on September 2, 2013 had appointed Shri Anurag Kothawala as an additional director of the Company. In terms of the provisions of Section 260 of the Companies Act, 1956 Shri Anurag Kothawala holds the office up to the date of this Annual General Meeting. Your Company has received a notice, in writing, under Section 257 of the Companies Act, 1956 along with a requisite deposit, signifying his intention to appoint Shri Anurag Kothawala as a Director of the Company.

The Board of Director recommends the Resolutions set out at Item No. 6 of the accompanying Notice for the approval of the Members.

Except Shri Anurag Kothawala, none of the Directors of the Company are interested in the proposed resolution.

Item No. 7

The Board of Directors of your Company at its meeting held on September 2, 2013 had appointed Shri Shashin Desai as an additional director of the Company. In terms of the provisions of Section 260 of the Companies Act, 1956 Shri Shashin Desai holds the office up to the date of this Annual General Meeting. Your Company has received a notice, in writing, under Section 257 of the Companies Act, 1956 along with a requisite deposit, signifying his intention to appoint Shri Shashin Desai as a Director of the Company.

The Board of Director recommends the Resolutions set out at Item No. 7 of the accompanying Notice for the approval of the Members.

Except Shri Shashin Desai, none of the Directors of the Company are interested in the proposed resolution.

ITEM NO. 8

The Board of Directors of your Company has appointed Shri Anurag Kothawala as a Whole Time Director of the Company w.e.f. September 2, 2013. The Remuneration Committee in their meeting held on September 2, 2013 approved his appointment for a period of three years from 2nd September, 2013. "Shri Anurag Kothawala, aged about 48 years, is a chemical engineer & MBA(marketing) by qualification and has done various management/leadership/strategic courses from some of the most reputed institutions of India. He has a rich experience of more than 24 years in various facets of business operations, finance and corporate strategy. He started his professional career with this company as a management trainee and has grown through the ranks over the last two plus decades."

The material terms of remuneration payable to him are as under:

- (a) Salary: Not exceeding ` 3,75,000/- p.m. (with authority to Board to fix the Remuneration within the aforesaid limits)
- (b) Perquisites:

In addition to the salary the following perquisites shall be payable to him:

Mediclaime Policy, Personal Accident Insurance and Leave Travel Concession as per the Rules of the Company.

Perquisites payable to Shri Anurag Kothawala shall be valued as per Income Tax Rules, wherever applicable and in the absence of any such Rules, perquisites shall be valued at actual costs.

The salary and perquisites as mentioned herein above shall be exclusive of:

Gratuity payable at a rate not exceeding half a month's salary for each completed year of service and Encashment of leave at the end of the tenure.

The Board of Director recommends the Resolutions set out at Item No. 8 of the accompanying Notice for the approval of the Members.

Except Shri Anurag Kothawala, none of the Directors of the Company are interested in the proposed resolution.

ITEM NO. 9

The Board of Directors of your Company has appointed Shri Shashin Desai as a Whole Time Director of the Company w.e.f. September 2, 2013. The Remuneration Committee in their meeting held on September 2, 2013 approved his appointment for a period of three years from 2nd September, 2013. Shri Shashin Desai has been associated with the starch & biotech industry for the past 2 decades. A Chemical Engineer and an IIM-A alumnus, Shri Shashin Desai started his career with ANIL as a technical trainee. In his journey from Technical Trainee to becoming Executive Director, Shri Shashin has handled various aspects of the business – Projects, Manufacturing, Marketing, Business Operations & Business Development. His exposure to various aspects of management has given him a unique bird-eye view of the business. His handling of challenges, enthusiasm to explore newer arenas & commitment towards Anil's growth have certainly made him one of the strong pillars of Anil and one of the key drivers of Anil's success.

The material terms of remuneration payable to him are as under:

(a) Salary Not exceeding ₹ 3,00,000/- p.m. (with authority to Board to fix the Remuneration within the aforesaid limits)

(b) Perquisites:

In addition to the salary the following perquisites shall be payable to him:

Mediclaime Policy, Personal Accident Insurance and Leave Travel Concession as per the Rules of the Company.

Perquisites payable to Shri Shashin Desai shall be valued as per Income Tax Rules, wherever applicable and in the absence of any such Rules, perquisites shall be valued at actual costs.

The salary and perquisites as mentioned herein above shall be exclusive of:

Gratuity payable at a rate not exceeding half a month's salary for each completed year of service and Encashment of leave at the end of the tenure.

The Board of Director recommends the Resolutions set out at Item No. 9 of the accompanying Notice for the approval of the Members.

Except Shri Shashin Desai, none of the Directors of the Company are interested in the proposed resolution.

ATTENDANCE SLIP

ANIL LIMITED

Registered Office: Anil Road, Ahmedabad-380 025.

Folio No. _____ DPID No. _____ Client ID No. _____

Name and address of Shareholder: _____

No. of Share(s) held: _____

I hereby record my presence at the ANNUAL GENERAL MEETING of the Company held at Ahmedabad Management Association (AMA), ATIRA Campus, Dr. Vikram Sarabhai Marg, Ahmedabad – 380 015 at 9.30 a.m. on Monday, the 30th September, 2013.

Signature of the member/proxy/
Representative attending the meeting _____

Notes : Please fill in the Attendance Slip and hand it over at the entrance of the meeting venue.

FORM OF PROXY

ANIL LIMITED

Registered Office: Anil Road, Ahmedabad -380025

I/We _____ of _____ being a Member(s) of the Anil Limited hereby appoint _____ of _____ or failing him _____ of _____ as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of Anil Limited to be held at 9.30 a.m. on Monday, the 30th September, 2013 and at any adjournment thereof.

Folio No. _____ DPID No. _____ Client ID No. _____

No. of Share(s) held: _____

Affix Rs. 1/- Revenue Stamp

Signed this _____ day of _____ 2013 Signature _____

Notes:

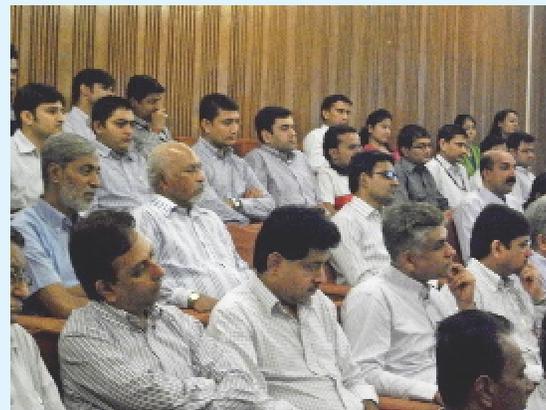
- 1) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself.
- 2) A Proxy need not to be a Member of the Company.
- 3) The completed form should be deposited at the Registered Office of the Company at Anil Road, Ahmedabad - 380 025, at least 48 hours before the time for holding the meeting.



Excellence Defined



BOOK-POST



ANIL LIMITED

ANIL LIMITED

P.O. Box – 10009, Anil Road, Ahmedabad – 380 025 Gujarat, INDIA. Phone: 91-79-4028 2000

Fax: 91-79-22200731 Website : www.anil.co.in

FORM A

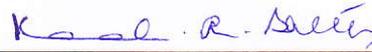
Format of covering letter of the annual audit report to be filed with the Stock Exchange

Clause 31 (a) of the Listing Agreement

1.	Name of the Company	ANIL LIMITED
2.	Annual financial statements for the year Ended	31 ST March, 2013
3.	Type of Audit observation	Un-Qualified / Matter of Emphasis
4.	Frequency of observation	Not Applicable



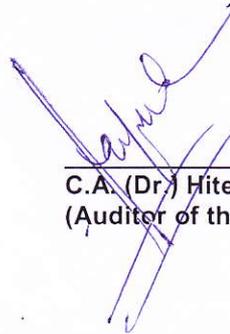
Shri Amol Sheth
(Chairman & Managing Director)



Shri Kamal Sheth
(Chairman of Audit Committee)



Shri Shashin Desai
(CFO)



C.A. (Dr.) Hiten Parikh
(Auditor of the Company)