

**SHIVAGRICO IMPLEMENTS  
LIMITED**

**34<sup>TH</sup> ANNUAL REPORT  
2012-2013**

# SHIVAGRICO IMPLEMENTS LIMITED

## BOARD OF DIRECTORS

Shri Vimalchand M. Jain	Chairman
Shri Hemant Ranawat	Executive Director
Shri Vinit Ranawat	Director
Shri Narpatmal Singhvi	Independent non executive Director
Shri Bhavesh Shah	Independent non executive Director
Br. Karan Singh Chauhan	Independent non executive Director

## AUDITORS

### **Sanghvi Sanghvi & Sanghvi**

Chartered Accountants  
10, La Citadelle,  
99, Maharshi Karve Road,  
Mumbai - 400 020

## BANKERS

### **State Bank of Bikaner & Jaipur,**

FALNA (RAJ.) - 306116

## REGD. OFFICE

A-1, Adinath Apartments,  
281, Tardeo Road,  
Mumbai - 400 007

## FACTORY

A-38/C-38, Rana Pratap Marg,  
H.M. Nagar, Falna 306116  
Rajasthan

# SHIVAGRICO IMPLEMENTS LIMITED

## NOTICE TO THE MEMBERS

NOTICE is hereby given that the **THIRTY FOURTH ANNUAL GENERAL MEETING** of the members of **SHIVAGRICO IMPLEMENTS LIMITED** will be held on Saturday the 21<sup>st</sup> day of September, 2013 at 11.00 a.m. at P-4, Party Hall, 4th Floor, The Majestic, Anna Saheb Patil Marg, Khed Gully X lane, Prabhadevi, Mumbai - 400 025 to transact the following business:

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2013 and the statement of Profit & Loss Account of the Company for the year ended as on that date and the Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Br. Karan Singh Chauhan, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Narpatmal Singhvi, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s Sanghvi Sanghvi & Sanghvi, Chartered Accountants as auditors of the Company and authorise the Board of Directors to fix their remuneration.

*For and on Behalf of the Board of Directors*

Place: Mumbai  
Date: 30th May, 2013

(Vimalchand M. Jain)  
Chairman

### NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND TO VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The instrument appointing a proxy or proxies should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
3. Members who hold shares in demat are requested to write their client ID and DPID Nos. and those who hold shares in physical form are requested to write their folio no. on the attendance slip for attending the meeting.
4. The Register of Members and Share Transfer Books of the Company will remain close from 9<sup>th</sup> September, 2013 to 14<sup>th</sup> September, 2013 (both days inclusive)
5. Members who are holding shares in identical order of names in more than one folio, are requested to send to the Registrar & Share Transfer Agent [RTA] i.e. Big Share Services Private Limited, the details of such folios together with the share certificates for consolidating their holdings in one folio. The share certificates will be returned to the members after making requisite changes thereon.
6. Trading in the Company's shares through stock exchanges is permitted only in dematerialized/electronic form. The equity shares of the Company have been registered with both NSDL as well as CDSL to enable shareholders to hold and trade the securities in dematerialized/electronic form. In view of the numerous advantages offered by the depository system, members holding shares in the Company in physical form are requested to avail of the facility of dematerialisation.
7. The shareholders holding shares in physical form can avail of the nomination facility by filing Form 2B (in duplicate) with the Company or its RTA which will be made available on request and, in case of shares held in demat form, the nomination has to be lodged with their DP.
8. The shareholders seeking information on accounts published herein are requested to kindly furnish their queries to the Company at least ten days before the date of the meeting to facilitate satisfactory replies.

## SHIVAGRICO IMPLEMENTS LIMITED

### 9. BRIEF RESUME OF PERSONS PROPOSED TO BE REAPPOINTED AS DIRECTORS OF THE COMPANY AT THE ANNUAL GENERAL MEETING PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT:

Name	Br. Karan Singh Chauhan	Mr. Narpatmal Singhvi
Age	74	76
Qualification	MBA	Post Graduate
Nature of Expertise	Administration	Management
Experience	18 Years	55 years
Name of the Companies in which also holds Directorship	NIL	NIL
Name of the Companies in committees of which also holds Membership/ Chairmanship	NIL	NIL
Shareholding in the Company	NIL	4800

Members/Proxy holders are requested to bring their copies of the Annual Report to the meeting as no further copies would be made available, as a measure of austerity.

*For and on Behalf of the Board of Directors*

Place: Mumbai

Date: 30th May, 2013

(Vimalchand M. Jain)  
Chairman

# SHIVAGRICO IMPLEMENTS LIMITED

## DIRECTORS' REPORT

Your Directors have pleasure in presenting the Thirty Fourth - Annual Report together with the Audited Statements of Account of the Company for the year ended 31st March, 2013.

### FINANCIAL RESULTS

The Financial Performance of the Company for the year ended 31<sup>st</sup> March, 2013 is summarized below.

	(Rupees in Lakhs)	
	31-03-2013	31-03-2012
<b>Sales and Other Income</b>	3,025.28	2,446.69
<b>Profit before Depreciation. Interest and Tax</b>	171.32	250.56
Less : Depreciation	76.27	80.12
Interest	64.67	56.92
<b>Profit before tax</b>	<b>30.38</b>	<b>113.52</b>
Less: Income Tax	2.10	37.61
<b>Profit after tax</b>	<b>28.28</b>	<b>75.91</b>
Profit brought forward from earlier Year adjusted	119.39	43.48
Balance Profit carried forward	147.67	119.39

### PERFORMANCE REVIEW:

The Total turnover of the company during the year under review was Rs. 3025.28 Lacs as compared to Rs. 2446.69 Lacs in the year 2012. The decrease in profit after tax from Rs. 75.91 Lakhs to Rs. 28.28 Lakhs is on account of increase in cost of production mainly.

### DIVIDEND:

In order to conserve the financial resources of the company, your Board of Directors regret their inability to declare dividend for the year ended 31<sup>st</sup> March 2013.

### DIRECTORS

#### Retirement by Rotation

In accordance with the provisions of the Companies Act 1956, Br. Karan Singh Chauhan and Mr. Narpatmal Singhvi Directors of the Company are due for retirement by rotation and being eligible offer themselves for reappointment.

### DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to the requirements under Section 217(2AA) of the Companies Act, 1956, the Board of Directors with respect to Director's Responsibility Statement hereby confirms that:

- (a) in preparation of the annual accounts, for the year ended on 31st March, 2013, the applicable accounting standards have been followed in the preparation of the final accounts and that there are no other material departures.
- (b) the Accounting policies have been selected and applied consistently and such judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2013 and of the profit of the company for the year ended on that date.
- (c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the asset of company and for preventing and detecting fraud and other irregularities; and
- (d) the annual accounts have been prepared on a going concern basis.

### PARTICULARS UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956:

There are no employees who are in receipt of remuneration exceeding the ceiling limit prescribed under the Companies (Particulars of Employees) Rules 1975 calling for furnishing their particulars.

# SHIVAGRICO IMPLEMENTS LIMITED

## CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

(1) Conservation of Energy, Technology, Absorption: -

Information in accordance with the provisions of Section 217(1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, regarding conservation of energy and technology absorption is as follows:

### 1. Consumption of Coal

NAME OF PROCESS	UNIT	Production		Consumption of Coal (in Rs.)		Average/M.T (in Rs.)	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Rolling	M.T	13269	13229	13136310	11906100	990	900
Full Forging	M.T	1397	1708	1417955	1588440	1015	930
Partial Forging	M.T	2172	1902	2046628	1605031	942	844
<b>TOTAL</b>		<b>16838</b>	<b>16839</b>	<b>16600893</b>	<b>15099571</b>		

### 2. Consumption of Power

NAME OF PROCESS	UNIT	Production		Consumption of Power (in Rs.)		Average/M.T (in Rs.)	
		CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
Rolling	M.T	13269	13229	9263671	7381782	698	558
Full Forging	M.T	1397	1708	873125	871080	625	510
Partial Forging	M.T	2172	1902	695040	452222	320	238
<b>TOTAL</b>		<b>16838</b>	<b>16839</b>	<b>10831836</b>	<b>8705084</b>		

#### Note:

The electrical Consumption of Rolling, forging and other activities have been bifurcated on practical estimate as separate measurement of consumptions are not feasible.

### 3. High Speed Diesel (For Generator)

Power Generation : NIL

### Foreign Exchange Earning and Outgo:-

The required information is respect of Foreign Exchange earnings and outgo for the year ended 31st March, 2013

Foreign Exchange earning : Rs. Nil (Previous Year: Rs. 5,36,985/-)

Foreign Exchange outgo : Rs. 19,48,955/- (Previous Year: Rs. 2,24,23,449/-)

#### AUDITORS:

M/s. Sanghvi Sanghvi & Sanghvi, Chartered Accountants will retire at the forthcoming Annual General Meeting and are eligible for reappointment. The company has received certificate from them stating their reappointment, if made would be within the prescribed limit under section 224(1-B) of the Companies Act,1956.The members are requested to appoint the auditors and fix their remuneration.

#### CORPORATE GOVERNANCE:

Report on Corporate Governance as stipulated under clause 49 of the Listing Agreement with the Stock Exchange forms part of the Annual Report.

A certificate from the Auditors of the Company regarding compliance of the conditions of Corporate Governance as stipulated under clause 49 of the Listing Agreement is annexed to this Report.

#### Audit Committee/ Remuneration Committee/Shareholders Committee:

The Board of Directors has constituted three committees i.e. Audit Committee/ Remuneration Committee/ Shareholders Committee as per the requirements of Corporate Governance under Listing Agreement. The majority of members of these Committees are independent & non executives.

# SHIVAGRICO IMPLEMENTS LIMITED

## **Fixed Deposit:**

The Company has not accepted deposits from public and hence directives issued by the Reserve Bank of India and the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable for the year under audit.

## **ACKNOWLEDGEMENT**

Your Directors record their gratitude to the Banks, Financial Institutions, Government Departments, Vendors and all the clients of the company for the unstinted support received from them during the year.

The Directors would also like to place on record their appreciation for the dedicated efforts and services put in by employees of the Company.

*For and on Behalf of the Board of Directors*

**Place: Mumbai**

**Date: 30th May, 2013**

**(Hemant Ranawat)**  
*Executive Director*

**(Vinit Ranawat)**  
*Director*

# SHIVAGRICO IMPLEMENTS LIMITED

## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### **A. INDUSTRY STRUCTURE AND DEVELOPMENTS**

- (a) The Indian Steel Industries is passing through a difficult phase due to global slowdown and recession in Europe, reduced economic activity in the U.S., and concerns over China's growth have adversely impacted dynamics of the steel market.
- (b) We have to look at the context of two important factors. One is where the market are in terms of steel demand and consumption from the end customer perspective. We should also look at declining global growth and re growth from China.
- (c) The company is gradually increasing its utilization of its capacities in Rolling and Forging by developing various market products other than traditional products. The conversion of Tata Steel is being continued but down slide has been noticed in its demand.
- (d) The Company is Certified ISO-9001 compliant for all its products.

### **B. OPPORTUNITIES**

Shivagrigo Implements Limited see more opportunities in the years to come due to continuous developments of new items in Rolling and Forging lines by higher value additions and utilising cheaper raw materials. This has even proved advantageous during the recessionary period.

### **C. THREATS**

The raw materials prices have been falling significantly from where they were earlier in the past year. It is equally important to understand that steel prices also follow the trend. It will take some time to stabilize. The steel prices have been falling ahead of the raw material prices.

### **D. SEGMENT WISE PERFORMANCE**

Your company has two segments viz.

- 1) Rolling and Forging Segment
- 2) Others

Overall production in Rolling Division for the present year was 13269 MT as compared with last year production of 13229 MT i.e. a increase of 0.30%.

Over all Forging production for the current year was 3569 MT as compared with Last year production of 3610 MT i.e. a decrease of 1.13 %

Both the above production figures include the production against conversion activity also.

However the present year Turnover in Rolling & Forging Division was Rs. 1283 Lacs and Rs. 1232 Lacs respectively as against last year turnover of Rs.641 Lacs and Rs. 975 Lacs.

The Conversion Charges of Rs 505 Lacs were received as against last year conversion charges of Rs. 826 Lacs

### **E. ADEQUACY OF INTERNAL CONTROL SYSTEM**

The Company has in place adequate Internal Control Systems and procedures commensurate with the size and nature of business. These procedures are designed to ensure:

1. That all assets and resources are used efficiently and are adequately protected;
2. That all the internal policies and statutory guidelines are complied with; and
3. The accuracy and timing of financial reports and management information is maintained.



# SHIVAGRICO IMPLEMENTS LIMITED

## **F. FINANCIAL AND OPERATION PERFORMANCE**

### **Turnover**

The net turnover increased by 21% from the previous year

### **Operation Profit (PBIDT) & Margin**

Operating Profit decreased by 73.23% in F.Y. March 2013 from Rs 113.52 Lacs to Rs. 30.38 Lacs

### **Power and Fuel Cost**

Power & Fuel cost increased by 15% due to price escalation.

### **Employees Cost**

Employees cost has been decreased by 9.95% in the current year due to retirements of nos. of employees.

### **Interest**

The Interest cost is increased by 13.61%.

### **Income Tax**

The Company has provided Rs. 2.10 Lac towards tax.

## **G. Human Resources / Industrial Relations :**

The company has established team working of all employees at various levels. At factory site the company is managed under the able guidance of its Executive Director, Mr. Hemant Ranawat who in turn is supported by office staff, senior foreman, supervisors and assistant. Each division has its in charge/ foreman who are supported by assistants and workshop staff. The supervisor assists foreman and acts as a link between management. Systems are further developed to strengthen the management cordial. Regular meeting with union leader maintains harmony. The Company has legal consultants to ensure timely compliance with labour law.

## **H. Cautionary Statement:**

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be 'forward-looking statements' within the meaning applicable to securities laws and regulations.

Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include economic conditions affecting demand / supply and price conditions in the domestic and overseas markets, changes in the Government regulations, tax laws and other statutes and other incidental factors.

# SHIVAGRICO IMPLEMENTS LIMITED

## CORPORATE GOVERNANCE REPORT

### Introduction

A report for the financial year ended 31<sup>st</sup> March, 2013 on the compliance by the Company with the Corporate Governance requirements under Clause 49 of the Listing Agreement is furnished below:

#### 1. Company's philosophy on code of Governance.

Corporate Governance is the combination of voluntary practices and compliance with laws and regulations leading to effective control and management of the organization. Good Corporate Governance leads to long term shareholder value and enhances interest of other stakeholders. It brings into focus the fiduciary and the trusteeship role of the Board to align and direct the actions of the organization towards creating wealth and shareholder value.

#### 2. Board of Directors

##### (i) Board Composition

Composition of the Board:

Sr. No.	Name of the Directors	Category	No. of other Directorships in other public limited companies #	Committee Membership # #	
				Member	Chairman
1	Mr. Vimalchand M Jain	Chairman Non-Executive Director	Nil	Nil	Nil
2	Mr. Vinit Ranawat	Non-Executive Director	Nil	Nil	Nil
3	Mr. Hemant Ranawat	Executive Director	Falna Udyog Mandal Ltd	Nil	Nil
4	Mr. Narpatmal Singhvi	Non-Executive Independent Director	Nil	Nil	Nil
5	Mr. Bhavesh Shah	Non-Executive Independent Director	Nil	Nil	Nil
6	Br. Karan Singh Chauhan	Non-Executive Independent Director	Nil	Nil	Nil

# Excludes Directorships of Foreign Companies and Alternate Directorships.

# # Committee of Directors include Audit Committee, Shareholders / Investors Grievance Committee and Remuneration Committee of Directors only and excludes Memberships in Private Limited Companies, Foreign Companies and Section 25 Companies of the Companies Act, 1956.

##### (ii) Number of Board meetings held, dates on which held.

The Board of Company met Five (5) times during the last financial year, on the following dates:

30<sup>th</sup> May, 2012, 30<sup>th</sup> July, 2012, 31<sup>st</sup> October, 2012, 12<sup>th</sup> February, 2013 and 25<sup>th</sup> March, 2013

The Company placed before the Board various information including the applicable items specified under Annexure 1A of the Listing Agreement, from time to time.

## SHIVAGRICO IMPLEMENTS LIMITED

### (iii) Attendance of each director at the Board meetings and the last AGM

Sr. No.	Name of the Directors	No. of the Meetings Attended	Attendance at last Annual General Meeting
1.	Mr. Vimalchand Jain	5	Yes
2.	Mr. Vinit Ranawat	5	Yes
3.	Mr. Hemant Ranawat	5	Yes
4.	Mr. Narpatmal Singhvi	5	Yes
5.	Mr. Bhavesh Shah	5	Yes
6.	Br. Karan Singh Chauhan	5	Yes

### (3) Code of Conduct

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmation of compliance with the respective Codes has been made by the Directors and Senior Management.

### (4) Audit Committee:

During the financial year 2012-13, four Audit Committee Meetings were held on the following dates, including before finalization of accounts and adoption of Quarterly Financial Results by the Board:

30<sup>th</sup> May, 2012, 30<sup>th</sup> July, 2012, 31<sup>st</sup> October, 2012 and 12<sup>th</sup> February, 2013.

The constitution of the Committee and the attendance of each member of the Committee are given below:

Sr. No.	Member of Audit committee	Designation	Category	No. of Meetings Held	No. of Meetings Attended
1.	Br. Karan Singh Chauhan	Chairman	Non-Executive Independent Director	4	4
2.	Mr. Bhavesh Shah	Member	Non-Executive Independent Director	4	4
3.	Mr. Vinit Ranawat	Member	Non Executive Director	4	4

### (5) Remuneration Committee

The Remuneration Committee constituted by the Board of Directors of the Company consists of 3 directors i.e. Mr. Bhavesh Shah, Mr. Vinit Ranawat, Br. Karan Singh.Chauhan.

No sitting fee, salary / remuneration and commission have been paid to any directors during the year under review except to Mr. Hemant Ranawat to the extent of Rs.1,40,000/-

### (6) Share Transfer Committee

During the year Nineteen (19) Share Transfer Committee Meetings were held on the following dates:

13<sup>th</sup> April, 2012, 20<sup>th</sup> April, 2012, 18<sup>th</sup> May, 2012, 25<sup>th</sup> May, 2012, 8<sup>th</sup> June, 2012, 15<sup>th</sup> June, 2012, 6<sup>th</sup> July, 2012, 20<sup>th</sup> July, 2012, 27<sup>th</sup> July, 2012, 31<sup>st</sup> August, 2012, 9<sup>th</sup> November, 2012, 16<sup>th</sup> November, 2012, 23<sup>rd</sup> November, 2012, 30<sup>th</sup> November, 2012, 14<sup>th</sup> December, 2012, 8<sup>th</sup> February, 2013, 8<sup>th</sup> March, 2013, 22<sup>nd</sup> March, 2013 and 30<sup>th</sup> March, 2013.

Sr. No.	Member of Share Transfer committee	Designation	Category	No. of Meetings Held	No. of Meetings Attended
1.	Br. Karan Singh Chauhan	Chairman	Non-Executive Independent Director	19	19
2.	Mr. Bhavesh Shah	Member	Non-Executive Independent Director	19	19
3.	Mr. Vinit Ranawat	Member	Non Executive Director	19	19

## SHIVAGRICO IMPLEMENTS LIMITED

During the year, no Complaint received from the Shareholders, and there are no outstanding complaints pending as on March 31, 2013

### (7) General Body Meetings:

Year	Day and Date	Venue	Time	No. of Special Resolutions passed
2010	Saturday 25/09/2010	Indian Merchant's Chamber Building Trust, Ashok Birla Board Room, IMC bldg.,3 <sup>rd</sup> floor, IMC Marg, Churchgate, Mumbai-400020	09.45 a.m.	1
2011	Thursday 29/09/2011	Indian Merchant's Chamber Building Trust, Ashok Birla Board Room, IMC bldg.,3 <sup>rd</sup> floor, IMC Marg, Churchgate, Mumbai-400020	11.00a.m.	–
2012	Saturday 29/09/2012	Indian Merchant's Chamber Building Trust, Ashok Birla Board Room, IMC bldg.,3 <sup>rd</sup> floor, IMC Marg, Churchgate, Mumbai-400020	11.00a.m	–

### Resolution passed through Postal Ballot

No resolution has been passed through postal ballot nor is there any proposal for postal ballot.

### (8) Disclosures:

#### (i) Related Party Transactions:

There are no transactions of material nature with Directors/ Promoters or any related entity, which will have any potential conflict with the interest of the Company. However, Transactions with the related parties are disclosed in Note No. 31 to the 'Notes on Accounts forming part of the Annual Report.

#### (ii) Compliances by the Company:

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 structures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority.

### (9) Means of Communication:

- (i) The quarterly results of the Company are published in two newspapers in compliance with the provisions of Clause 41 of the Listing Agreement. Generally, the same are published in The Asian Age (English Language) and Ratnagiri Times (Marathi). As the results of the company are published in the Newspapers, half-yearly reports are not sent to each household of shareholders. The quarterly results as well as the proceedings of the Annual General Meeting are submitted to the BSE Limited, Mumbai immediately after the conclusion of the respective meeting.

### (10) General Shareholder information:

- |    |  |   |
|----|--|---|
| 1) | Date, time and venue of Annual General Meeting of Shareholders | 21 <sup>st</sup> September, 2013 at 11.00 A.M.<br>P-4, Party Hall, 4th Floor, The Majestic,<br>Anna Saheb Patil Marg,<br>Khed Gully X lane, Prabhadevi,<br>Mumbai - 400 025 |
| 2) | Financial Calendar (tentative)                                 | The Financial Year covers the period<br>April 1 to March 31.  |

#### Financial reporting for quarter ended

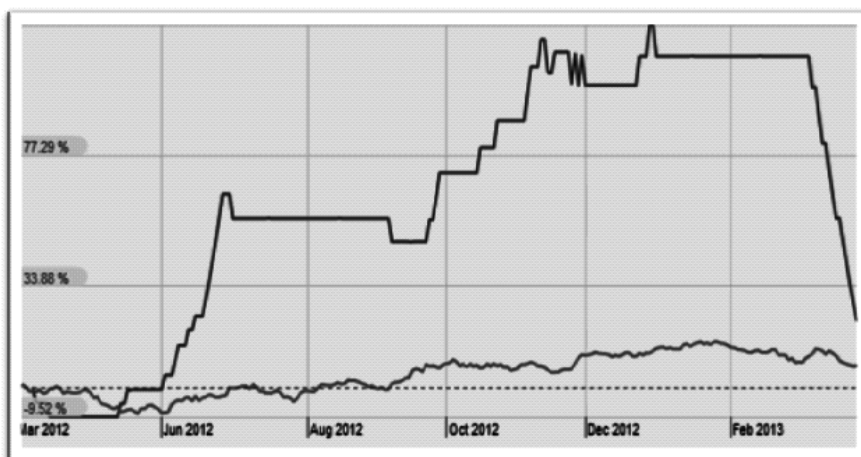
- |    |   |   |
|----|---|---|
|    | June 30, 2013   | : By August 14, 2013  |
|    | September 30, 2013  | : By November 14, 2013  |
|    | December 31, 2013   | : By February 14, 2014  |
|    | March 31, 2014  | : By May 30, 2014   |
|    | Annual General Meeting for year ended 31 <sup>st</sup> March 2014 | : By 30 <sup>th</sup> September, 2014   |
| 3) | Dates of book closures  | from 9 <sup>th</sup> September, 2013 to<br>14 <sup>th</sup> September, 2013 (both days inclusive) |
| 4) | Dividend Payment  | Not Applicable  |
| 5) | Listing on stock exchanges  | The Company's shares are listed and<br>traded on BSE Limited, Mumbai                              |
| 6) | Stock Exchange Code   | 522237  |

## SHIVAGRICO IMPLEMENTS LIMITED

7) **Stock Market price data** monthly high and low at the BSE Limited for the financial year ended 31st March, 2013:

Month	High (Rs.)	Low (Rs.)
April, 2012	7.61	6.56
May,2012	7.22	6.88
June, 2012	11.93	6.86
July, 2012	11.34	11.34
August, 2012	0.00	0.00
September, 2012	12.44	10.78
October, ,2012	13.7	13.05
November,2012	15.65	13.67
December, 2012	16	14.55
January, 2013	15.25	15.25
February, 2013	0.00	0.00
March, 2013	14.5	8.5

Performance in comprison to broad-based indices such as BSE Sensex, CRISIL Index etc. Monthly high and low at the BSE Limited for financial year ended 31st March, 2013.



### 8) Registrar and Share Transfer Agents:

Big Share Services Pvt. Ltd.  
E-2/3 Ansa Indl. Estate  
Saki Vihar Road, Saki Naka  
Andheri (E), Mumbai- 400 072  
Tel.No.: 022- 28470652/53  
Fax No.: 022 28475207  
Email: bigshare@bom7.vsnl.net.in

### 9) Share Transfer System:

All transfers received are processed and approved by the Share Transfer Committee, which, considers transfers and other related matters. The Share Transfer committee of the Company meets as often as required.

## SHIVAGRICO IMPLEMENTS LIMITED

### 10) Distribution of Shareholding as on March 31, 2013

No. of Equity Shares held	Shareholders		Shares	
	Number	% to total Shareholders	Number	% to total Capital
1 – 500	1796	72.63	520500	10.38
501 – 1000	392	15.85	349676	6.97
1001 – 2000	121	4.89	201974	4.03
2001 – 3000	47	1.90	120700	2.41
3001 – 4000	28	1.13	103247	2.06
4001 – 5000	19	0.77	90650	1.81
5001 – 10000	23	0.93	164750	3.29
10001 and above	47	1.90	3462103	69.05
<b>Total</b>	<b>2473</b>		<b>5013600</b>	<b>100.00</b>

### SHARE HOLDING PATTERN AS ON March 31, 2013

Category	Shares	
	Number	% to total Capital
Promoters & their Relatives	28,55,408	56.95
Mutual Funds and UTI	43800	0.87
Body Corporate	1,05,334	2.10
Indian Public	20,01,556	39.93
NRIs / OCBs	2000	0.04
Clearing Members	4502	0.09
Directors and their Relatives	1000	0.02
<b>Total</b>	<b>5013600</b>	<b>100.00</b>

### 11) Dematerialization of Shares and Liquidity

The Company has established required connectivity with National Securities Depository Limited and Central Depository Services Limited and the same are available in electronic segment under ISIN - **INE092H01014**.

### 12) Outstanding GDRs /ADRs / Warrants or any Convertible Instruments, conversion date and likely impact on equity.

There is no GDR/ADR/Warrant or any Convertible Instruments pertaining conversion or any other instrument likely to impact the equity share capital of the Company.

### 13) Plant Location

A-38/C-38, Rana Pratap Marg, H.M. Nagar, Falna – 306 116, Rajasthan.

### 14) Address for Correspondence:

#### Shivagrigo Implements Limited

A - 1, Adinath Apartments,  
281, Tardeo Road,  
Mumbai – 400 007  
Tel. No: 022-2389 3022, 2389 3023  
Fax No: 022-2380 2678  
Email: shivimpl@shivagrigo.com

# SHIVAGRICO IMPLEMENTS LIMITED

## DECLARATION BY THE EXECUTIVE DIRECTOR PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT

To

The Members of **SHIVAGRICO IMPLEMENTS LIMITED**

I, Hemant Ranawat, Executive Director of Shivagrigo Implements Limited declare that all the members of the Board of Directors and Senior Management Personnel have affirmed compliance with the Code of Conduct.

**Hemant Ranawat**

*Executive Director*

**Place: Mumbai**

**Date: 30th May, 2013**

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### AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,  
The Members of  
**Shivagrigo Implements Limited**

We have examined the compliance of conditions of Corporate Governance by Shivagrigo Implements Limited (the Company) for the year ended March 31, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

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

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

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

**For SANGHVI SANGHVI & SANGHVI**

Firm Registration No. : 109138W

**Chartered Accountants**

**PLACE : MUMBAI**  
**DATED : 30<sup>th</sup> May, 2013**

**V.PRAJEETH**  
*Partner*

Membership No. : 138286

# SHIVAGRICO IMPLEMENTS LIMITED

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SHIVAGRICO IMPLEMENTS LIMITED

### Report on Financial Statements

We have audited the accompanying financial statements of Shivagrigo Implements Limited, which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### Management's Responsibility for Financial Statements

The Company's 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 the 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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 the 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 the Management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
- (b) in the case of Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

### REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- (1) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- (2) As required by Section 227(3) of the Act, we report that :
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
  - (e) on the basis of written representations received from the directors as on 31st March 2013 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For SANGHVI SANGHVI & SANGHVI

Firm Registration No. : 109138W

Chartered Accountants

PLACE : MUMBAI  
DATED : 30<sup>th</sup> May, 2013

V.PRAJEETH  
Partner  
Membership No. : 138286



# SHIVAGRICO IMPLEMENTS LIMITED

## ANNEXURE TO AUDITORS' REPORT

*(Referred to in paragraph (1) of our report of even date)*

- (i) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion the frequency of verification, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed in respect of the assets physically verified.
- (c) As per the information and explanations given to us, during the year, the company has not disposed off any substantial part of fixed assets.
- (ii) (a) As explained to us, the management has physically verified the inventories as at the end of the financial year. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) (a) According to the information and explanations given to us, the Company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) Since the Company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, accordingly, sub-clauses (b), (c), (d), (e), (f) & (g) of clause (iii) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control system.
- (v) According to the information and explanations given to us, we are of the opinion that the Company has not entered into any contracts or arrangements referred to in section 301 of the Companies Act, 1956, accordingly, sub-clause (b) of clause (v) of the Order is not applicable to the Company.
- (vi) The company has not accepted deposits from public and hence directives issued by the Reserve Bank of India and the provisions of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable for the year under audit.
- (vii) In our opinion, the company has an internal audit system commensurate with the size of the Company and the nature of its business.
- (viii) We have broadly reviewed the books of accounts maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts and records have been maintained. We have not, however made a detailed examination of the records with a view to determine whether they are accurate of complete.
- (ix) (a) According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess, service tax and other material statutory dues.
- (b) As at 31.03.2013 according to the records of the company, the following are the particulars of disputed dues on account of sales tax, income tax, custom duty, wealth tax, excise duty and other statutory dues that have not been deposited.

## SHIVAGRICO IMPLEMENTS LIMITED

Nature of Statute	Amount (Rs) in Lacs	Forum where dispute is pending
<b>Excise duty</b>	60.50	Rajasthan High Court
<b>Excise duty</b>	11.62	Joint Commissioner of Central Excise, Jaipur - II
<b>Excise duty</b>	2.92	CESTAT, New Delhi
<b>Service Tax</b>	0.82	CESTAT, New Delhi

- (x) The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year
- (xi) The company has not defaulted in repayment of dues to any financial institution or bank or debenture holders
- (xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause (xiv) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) As informed to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us and on an overall examination, the term loans have been applied for the purpose for which they were raised.
- (xvii) In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the company has not made any allotment of shares during the period covered by our report. Accordingly, the provisions of clause (xviii) of paragraph 4 of the Companies (Auditors Report) Order 2003, is not applicable to the company.
- (xix) In our opinion and according to the information and explanations given to us, the company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause (xix) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- (xx) During the period covered by our audit report, the company has not raised any money by public issue.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**For SANGHVI SANGHVI & SANGHVI**  
Firm Registration No. : 109138W  
**Chartered Accountants**

**Place : Mumbai**  
**DATED : 30<sup>th</sup> May, 2013**

**V.PRAJEETH**  
*Partner*

Membership No. : 138286

**SHIVAGRICO IMPLEMENTS LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2013**

PARTICULARS	NOTES	AS AT 31- 03 - 2013 RUPEES	AS AT 31 - 03 - 2012 RUPEES
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>SHARE HOLDER'S FUNDS</u></b>			
Share Capital	1	50,136,000	50,136,000
Reserve & Surplus	2	26,326,398	23,498,205
Money Received against Share Warrents		—	—
		<u>76,462,398</u>	<u>73,634,205</u>
<b><u>NON-CURRENT LIABILITIES</u></b>			
Long-term borrowings	3	2,966,646	5,672,747
Deferred tax liabilities (net)	4	2,147,471	2,568,344
Other Long Term Liabilities		—	—
Long Term Provision		—	—
		<u>5,114,117</u>	<u>8,241,091</u>
<b><u>CURRENT LIABILITIES</u></b>			
Short-term borrowings	5	55,906,841	54,142,764
Trade payables	6	4,234,151	6,287,787
Other current liabilities	7	13,891,196	21,729,506
Short-term provisions	8	—	299,432
		<u>74,032,188</u>	<u>82,459,489</u>
<b>Total Rs.</b>		<b><u>155,608,702</u></b>	<b><u>164,334,785</u></b>
<b><u>ASSETS</u></b>			
<b><u>NON-CURRENT ASSETS</u></b>			
<b><u>Fixed Assets</u></b>			
Tangible assets	9.a	75,761,392	47,893,256
Intangible assets	9.b	3,660	4,575
Capital work-in-progress	10	11,411,691	29,516,026
Capital Expenditure not represented by assets (to the extent not written off)		—	—
Net Block		<u>87,176,743</u>	<u>77,413,857</u>
Non-current investments	11	16,500	16,500
Deferred Tax Assets (Net)		—	—
Long-term loans and advances	12	1,278,038	1,170,190
		<u>1,294,538</u>	<u>1,186,690</u>
<b><u>CURRENT ASSETS</u></b>			
Current Investments		—	—
Inventories	13	39,890,912	47,541,953
Trade Receivables	14	14,672,735	19,024,892
Cash and cash equivalents	15	1,116,753	4,380,274
Short-term loans & advances	16	11,457,021	14,787,120
Other Current Assets		—	—
		<u>67,137,421</u>	<u>85,734,239</u>
<b>Total Rs.</b>		<b><u>155,608,702</u></b>	<b><u>164,334,785</u></b>

**SIGNIFICANT ACCOUNTING POLICIES AND  
NOTES ON ACCOUNTS**

1 & 2

As per our report attached.

**For SANGHVI SANGHVI & SANGHVI**

Chartered Accountants

Firm Registration No. : 109138W

**For and on behalf of the Board of Directors**

**(V PRAJEETH)**

Partner

Membership No. 138286

**(Hemant Ranawat)**

Executive Director

**(Bhavesh Shah)**

Director

**(Vinit Ranawat)**

Director

**MUMBAI**

**Dated : 30<sup>th</sup> May, 2013.**

# SHIVAGRICO IMPLEMENTS LIMITED

## STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2012

PARTICULARS	NOTES	AS AT 31- 03 - 2013 RUPEES	AS AT 31 - 03 - 2012 RUPEES
<b>INCOME</b>			
Revenue from operations	17	302,041,483	244,153,936
Other income	18	486,948	515,685
<b>Total revenue</b>		<b>3,02,528,431</b>	<b>2,44,669,622</b>
<b>EXPENSES</b>			
Cost of raw materials consumed	19	181,383,868	100,441,862
Purchases of traded goods		4,088,257	22,423,449
Employee benefit expenses	20	6,564,790	7,290,817
Change in inventories of finished goods, work-in-progress and stock in trade	21	2,338,480	(4,720,945)
Finance costs	22	6,467,178	5,692,147
Depreciation and amortization expense	9	7,627,137	8,012,238
Other expenses	23	91,020,402	94,177,597
<b>Total expenses</b>		<b>299,490,112</b>	<b>233,317,165</b>
<b>PROFIT/(LOSS) BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX</b>		<b>3,038,320</b>	<b>11,352,457</b>
Exceptional items		-	-
<b>PROFIT/(LOSS) BEFORE EXTRAORDINARY ITEMS AND TAX</b>		<b>3,038,320</b>	<b>11,352,457</b>
Extraordinary Items		-	-
<b>Profit / Loss / Before Tax</b>		<b>3,038,320</b>	<b>11,352,457</b>
<b>Tax expenses</b>			
Current tax expenses for current year		631,000	3,825,000
Less : MAT Credit		-	-
Current tax expenses relating to prior years			
Net Current Tax Expenses		631,000	3,825,000
Deferred tax liability/ (asset)		(420,873)	(63,773)
<b>PROFIT / (LOSS) FOR THE PERIOD</b>		<b>2,828,193</b>	<b>7,591,230</b>
Earning per share of par value Rs.10/- each (Basic/diluted)		0.56	1.51

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1 & 2

As per our report attached.

**For SANGHVI SANGHVI & SANGHVI**

Chartered Accountants

Firm Registration No. : 109138W

**For and on behalf of the Board of Directors**

**(V PRAJEETH)**

Partner

Membership No. 138286

**(Hemant Ranawat)**

*Executive Director*

**(Bhavesh Shah)**

*Director*

**(Vinit Ranawat)**

*Director*

**MUMBAI**

**Dated : 30<sup>th</sup> May, 2013.**

# SHIVAGRICO IMPLEMENTS LIMITED

## SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

### 1 SIGNIFICANT ACCOUNTING POLICIES

#### a) **Fixed assets**

- (i) Leasehold Land is valued at cost.
- (ii) All other fixed assets are stated at cost of acquisition or construction less depreciation.

#### b) **Depreciation**

- (i) Leasehold & Freehold land is not depreciated.XIV to the Companies Act, 1956.
- (ii) Depreciation on all other fixed assets is provided on written down value method in accordance with Schedule XIV to the Companies Act, 1956. Extra shift depreciation wherever applicable is calculated on actual shift basis in respect of each mill/unit.

#### c) **Long Term Investments**

Long Term Investments are carried at cost.

#### d) **Inventories**

##### Inventories are valued as under

- i. Raw Materials : At lower of cost or market value
- ii. Finished Goods : At lower of cost or market value
- iii. Semi Finished Goods : At lower of cost or market value
- iv. Stores & Spares : At cost
- v. Other Consumables : At cost

#### e) **Employee benefits**

##### **i. Short Term Employee Benefits**

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc. and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service.

##### **ii. Post-employment Benefits**

(i) Defined Contribution Plans : The Company's state governed provident fund scheme, employee state insurance scheme and employee pension scheme are defined contribution plans. The contribution paid / payable under the schemes is recognized during the period in which the employee renders the related service.

(ii) Defined Benefit Plans : The Employees Gratuity Fund Scheme managed by trust is the company's defined benefit plan. Wherever applicable, the present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plan is based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the related obligations at the Balance Sheet date.

Actuarial gains and losses will be recognized immediately in the Profit and Loss Account.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligation under the defined benefit plan to recognize the obligation on the net basis.

Gains or losses on the curtailment or settlement of any defined benefit plan are recognized when the curtailment or settlement occurs. Past service cost is recognized as expense on a straight-line basis over the average period until the benefits become vested.

# SHIVAGRICO IMPLEMENTS LIMITED

f) **Borrowing Cost**

Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale. All other borrowing costs are charged to revenue.

g) **Revenue Recognition**

- (i) Revenue in respect of local sale of products is recognised at the point of despatch to customers.
- (ii) Revenue in respect of export sale is recognised on the date of bill of lading.
- (iii) Local sales comprise of sale value of goods, excise duty and is net of trade discounts and returns.
- (iv) Revenue in respect of conversion charges is recognised on accrual basis.

h) **Provision for Taxation**

- i. Current Tax: Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.
- ii. Deferred Tax: The differences that result between the profit offered for income tax and the profit as per the financial statements are identified and thereafter a deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted regulations. Deferred tax assets are recognised only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

i) **Foreign Exchange Transactions**

Transactions relating to exports are translated into Indian Rupees at the rates prevailing at the time of negotiation of export documents by Bank. Foreign currency transactions and forward exchange contracts used to hedge fluctuations in currency are initially recognised at the spot rate on the date of the transaction /contract. Monetary assets and liabilities relating to foreign currency transactions and forward exchange contracts remaining unsettled at the end of the year are translated at year end rates . The difference in translation and realised gains and losses on foreign exchange transactions are recognised in the profit and loss account.

j) **Impairment of Assets**

Impairment is ascertained at each balance sheet date in respect of the Companies fixed assets. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

## 2 NOTES ON ACCOUNTS

The previous period figures have been regrouped/reclassified, wherever necessary to conform to the current period presentation.

### 1 SHARE CAPITAL

*(in rupees)*

i. Particulars	As at	
	31st March,2013	31st March,2012
<u>Authorized</u>		
Equity shares, Rs.10/- par value		
6990000 (previous year 6990000) Equity Shares	69,900,000	69,900,000
9% Cumulative Redeemable preference shares, Rs.10 par value	100,000	100,000
1000 (previous year 1000) preference shares	70,000,000	70,000,000
<u>Issued, Subscribed and Paid-Up</u>		
Equity shares, Rs.10/- par value		
5013600 (previous year 5013600) Equity Shares	50,136,000	50,136,000
Less: Calls in Arrears	-	-
	50,136,000	50,136,000

## SHIVAGRICO IMPLEMENTS LIMITED

ii. The company has only two classes of shares referred to as equity shares and cumulative redeemable preference shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share.

iii. The details of shareholder holding more than 5% shares are as below :

Name of the shareholder	as at 31st March,2013		as at 31st March,2012	
	No. of shares	% held	No.of shares	% held
Vimalchand Mulchand Jain	820,700	16.37%	820,700	16.37%
SDD Agencies P Ltd	699,600	13.95%	699,600	13.95%
Vinit N Ranawat	528,500	10.54%	528,500	10.54%

iv. The reconciliation of the number of shares outstanding and the amount of share capital are as under:

Particulars	as at 31st March,2013		as at 31st March,2012	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning	5,013,600	50,136,000	5,030,000	50,300,000
Add: Shares issued during the year	-	-	-	-
	5,013,600	50,136,000	5,030,000	50,300,000
Less: Shares forfeited during the year			16,400	1,64,000
Less: Shares bought back during the year	-	-	-	-
Number of shares at the end	5,013,600	50,136,000	5,013,600	50,136,000

v. Shares allotted and bought back within the period of preceding five years:-

Particulars	Year (Aggregate No. of Shares)				
	2012-13	2011-12	2010-11	2009-10	2008-09
<b>Equity Shares:-</b>					
Fully paid up pursuant to contract(s) without payment being received in cash	NIL	NIL	NIL	NIL	NIL
Fully paid up by way of bonus shares					
Shares bought back					

## 2 RESERVES AND SURPLUS

(in rupees)

Particulars	As at	
	31st March,2013	31st March,2012
Capital Reserve	1,500,000	1,500,000
Securities Premium Account	10,058,995	10,058,995
Surplus- Profit & Loss account		
Opening balance	11,939,210	4,347,980
Add: Net profit after tax trfd. from Statement of Profit and Loss	2,828,193	7,591,230
	14,767,403	11,939,210
Closing Balance	26,326,398	23,498,205

# SHIVAGRICO IMPLEMENTS LIMITED

## 3 LONG-TERM BORROWINGS

(in rupees)

Particulars	As at	
	31st March,2013	31st March,2012
<b>SECURED</b>		
i. From Banks		
a S.B.B.J Term Loan A/c No 61097808158 (100 Lacs) (Secured against Hypothecation of all fixed assets and current assets as collateral security at the rate of 14% p.a) (Repayable in 54 instalments of Rs. 1,78,910 plus variable interest till 31/05/2015) (Interest of Rs. 498956/- payable till 31/03/2014)	2,270,886	5,073,178
b SBBJ (Toyota Altis) (Secured against Hypothecation of Toyota Altis Car at the rate of 8.75% p.a) (Repayable in 60 monthly instalments at Rs. 17485/- plus variable interest till 01/04/2016)	350,617	599,569
c S.B.B.J (Maruti Swift) (Secured against Hypothecation of Maruti Swift Car at the rate of 12.5% p.a) (Repayable in 60 monthly instalments of Rs.9,584/- plus variable interest till 31/08/2017)	345,143	-
	<b>2,966,646</b>	<b>5,672,747</b>

### Details of terms of repayment

Particulars	Maturity Profile				
	2013-14	2014-15	2015-16	2016-17	2017-18
S.B.B.J (Toyota Altis)	209820	209820	192335		
S.B.B.J (Maruti Swift)	115008	115008	115008	115008	47,920
S.B.B.J Term Loan A/c No 61097808158 (100 Lacs)	2146920	2146920	357820		

## 4 DEFERRED TAX LIABILITY

Deferred Tax Liability	2,147,471	2,568,344
	<b>2,147,471</b>	<b>2,568,344</b>

## 5 SHORT-TERM BORROWINGS

(in rupees)

Particulars	As at	
	31st March,2013	31st March,2012
<b>SECURED</b>		
i. From Banks		
a S.B.B.J C.C. A/c No 61137958260 (Secured by hypothecation of stock of the Company at the rate of 12.5% p.a)	54,503,217	54,143,754
b S.B.B.J (S.L.C.) A/c No 61138045044 (Secured by hypothecation of stock of the Company at the rate of 12.5% p.a)	1,403,624	(990)
	<b>55,906,841</b>	<b>54,142,764</b>

## 6 TRADE PAYABLES

(in rupees)

Particulars	As at	
	31st March,2013	31st March,2012
Sundry creditors for goods and job work	4,234,151	6,287,787
	<b>4,234,151</b>	<b>6,287,787</b>



# SHIVAGRICO IMPLEMENTS LIMITED

## 7 OTHER CURRENT LIABILITIES

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
i <u>Current Maturities of Long Term Debt</u>		
a. S.B.B.J Term Loan A/c No. 33562 (75 Lacs) (Secured against Hypothecation of all Machinery as collateral security at rate of interest of 13.75%)	-	1,432,891
b. SBBJ (Maruti Swift) (Secured against Hypothecation of Maruti Swift Car at the rate of 12.5% p.a)	167,400	-
c. SBBJ (Toyota Altis) (Secured against Hypothecation of Toyota Altis Car at the rate of 8.75% p.a.)	248,952	193,917
d. S.B.B.J Term Loan A/c No 61097808158 (100 Lacs) (Secured against Hypothecation of all fixed assets and current assets as collateral security at the rate of 14% p.a.)	2,802,292	1,974,164
ii Interest Accrued but not due on borrowings	-	-
iii <u>Other Payables</u>		
Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	189,953	1,879,753
Payables on purchase of fixed assets	-	-
For other liabilities	5,625,153	3,937,713
Advances received from customers	4,857,446	12,311,068
	<b>13,891,196</b>	<b>21,729,506</b>

## 8 SHORT-TERM PROVISIONS

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
<u>Current-tax</u>		
Income-tax	-	299,432
	<b>-</b>	<b>299,432</b>

# SHIVAGRICO IMPLEMENTS LIMITED

## 9 FIXED ASSETS

Particulars	Gross Block				Depreciation				Net Block		
	As on 01/04/2012	Addition	Deletion	As on 31/03/2013	As on 01/04/2012	For the year	Deduction	As on 31/03/2013	As on 31/03/2013	As on 31/03/2012	
<b>a) Tangible Assets:-</b>											
Land	2229942	-	-	2229942	-	-	-	-	2,229,942	2,229,942	
Freehold Land	158840	-	-	158840	-	-	-	-	158,840	158,840	
Buildings	18003685	26512847	-	44516532	10742941	747390	-	11,490,331	33,026,201	7,260,744	
Plant & Machinery	97230565	8024051	-	105254616	61668433	6043475	-	67,711,908	37,542,708	35,562,132	
Office Equipments	2146648	176405	-	2323053	1513109	207699	-	1,720,808	602,245	633,539	
Furniture & Fixtures	1498035	-	-	1498035	1134168	65860	-	1,200,028	298,007	363,867	
Vehicles	3492973	781055	-	4274028	1808782	561798	-	2,370,580	1,903,448	1,684,191	
<b>b) Intangible Assets:-</b>											
Computer Software	17784	-	-	17784	13209	915	-	14,124	3,660	4,575	
<b>Total</b>	<b>124778473</b>	<b>35494358</b>	<b>-</b>	<b>160272831</b>	<b>76880642</b>	<b>7627137</b>	<b>-</b>	<b>84507779</b>	<b>75,765,052</b>	<b>47,897,831</b>	
<b>Previous Year</b>	<b>115734318</b>	<b>10249296</b>	<b>1205142</b>	<b>124778473</b>	<b>69550278</b>	<b>8012238</b>	<b>681874</b>	<b>76880642</b>	<b>47,897,831</b>	<b>46,184,040</b>	

## 10 Capital Work-In-Progress

*(in rupees)*

Particulars	As at	
	31st March, 2013	31st March, 2012
i Capital Work - in - Progress	11,411,691	29,516,026
	<b>11,411,691</b>	<b>29,516,026</b>

## 11 NON-CURRENT INVESTMENTS

*(in rupees)*

Particulars	As at	
	31st March, 2013	31st March, 2012
i. <u>Other Investments:-</u>		
Unquoted fully paid-up shares in Falna Udyog Mandal Ltd, [Aggregate Value of unquoted investments above Rs. 16500, (previous year Rs. 16500)]	16,500	16,500
	<b>16,500</b>	<b>16,500</b>

## 12 LONG TERM LOANS AND ADVANCES

*(in rupees)*

Particulars	As at	
	31st March, 2013	31st March, 2012
i Advance against Capital Expenditure	-	-
ii Security Deposits (Unsecured considered good)		
(a) With Public Bodies	1,235,838	1,127,990
(b) With Others	42,200	42,200
iii Balances with Government Authorities	-	-
iv Other Loans & Advances	-	-
	<b>1,278,038</b>	<b>1,170,190</b>

# SHIVAGRICO IMPLEMENTS LIMITED

## 13 INVENTORIES

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Stores and spares	5,000,623	4,848,817
Finished Goods	12,048,811	18,203,924
Work in Progress	13,412,211	10,086,262
Raw materials	6,647,200	12,089,363
Other consumables	2,782,067	2,313,587
	<b>39,890,912</b>	<b>47,541,953</b>

## 14 TRADE RECEIVABLES

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
<u>Debts outstanding for a period exceeding six months</u>		
Unsecured (considered good)	78,239	633,020
	78,239	633,020
<u>Other debts</u>		
Unsecured (considered good)	14,594,496	18,391,872
	14,594,496	18,391,872
	<b>14,672,735</b>	<b>19,024,892</b>

## 15 CASH AND CASH EQUIVALENTS

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
i. Cash on hand	54,731	109,613
ii. <u>Balances with banks</u>		
a) <u>In fixed deposits (Maturity period for more than 12 months)</u>		
With SBBJ (Tisco) Guarantee 86964	352,401	605,889
b) In deposit accounts with original maturity of less than three months	-	-
c) In deposit accounts with original maturity of more than three months but less than twelve months	-	-
d) In current accounts	709,621	3,664,772
<b>Total cash and cash equivalents as per Balance Sheet</b>	<b>1,116,753</b>	<b>4,380,274</b>

## 16 SHORT-TERM LOANS AND ADVANCES

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
<u>Loans &amp; Advances to Related Parties</u>		
<u>(Unsecured, considered good)</u>		
Relative of Key Management Personnel	-	-
Others	-	-
Loans & Advances to Employees	210,115	442,702
(Unsecured, considered good)		
Prepaid Expenses (Unsecured considered good)	407,211	292,562
<u>Unsecured, considered good</u>		
<u>Deposits (Unsecured considered good)</u>		
a) With public bodies	58,000	-
b) With Others	-	-
	<b>58,000</b>	<b>-</b>

## SHIVAGRICO IMPLEMENTS LIMITED

Others			
a	Advance payment against taxes including T.D.S.	573,728	182,251
b	Advance payment to Suppliers	1,865,575	6,003,988

### Advances. (Unsecured, considered good)

	<u>Advances recoverable in cash or in kind or for value to be received</u>		
	Others	8,342,392	7,865,617
		<b>11,457,021</b>	<b>14,787,120</b>

### 17 INCOME FROM OPERATIONS

*(in rupees)*

Particulars	As at		
	31st March,2013	31st March,2012	
i	Sale Of Product	268,539,092	172,371,806
ii	Income From Services, Conversion And Job Work	50,482,209	82,631,052
	Less: Excise duty paid on sale	(16,979,817)	(10,848,922)
		<b>302,041,483</b>	<b>244,153,936</b>

### 18 OTHER INCOME

*(in rupees)*

Particulars	As at		
	31st March,2013	31st March,2012	
	Foreign exchange difference	185,798	-
	<u>Other non-operating income</u>		
	Interest Income	111,676	149,261
	Rent	168,000	144,133
	Profit on Sale of fixed Assets	-	107,732
	Other Income	21,474	114,559
		<b>486,948</b>	<b>515,685</b>

### 19 COST OF RAW MATERIALS CONSUMED

*(in rupees)*

Particulars	As at		
	31st March,2013	31st March,2012	
	Opening stock	12,089,363	35,838,342
	Add : Purchases during the year	175,941,704	76,692,883
		188,031,067	112,531,225
	Less : Closing stock	6,647,200	12,089,363
		<b>181,383,868</b>	<b>100,441,862</b>

### 20 EMPLOYEE BENEFIT EXPENSES

*((in rupees))*

Particulars	As at		
	31st March,2013	31st March,2012	
	<u>Employee benefit expenses</u>		
	Salaries and bonus	5,402,345	5,827,016
	Director's Remuneration	140,000	180,000
	Contribution to provident and other funds	537,952	557,819
	Staff welfare	362,784	407,804
	Retirement Benefits	121,709	318,178
	-	-	-
		<b>6,564,790</b>	<b>7,290,817</b>

# SHIVAGRICO IMPLEMENTS LIMITED

## 21 CHANGE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE

((in rupees))

Particulars	As at	
	31st March,2013	31st March,2012
<u>Change in inventories of finished goods, work-in-progress and stock in trade</u>		
i. <u>Opening Stock</u>		
Stock-in-trade	-	-
Finished goods	18,203,924	13,700,680
Work-in-progress	10,086,262	9,651,831
Less : Excise Duty on Opening Stock	1,316,042	1,099,312
	<u>26,974,144</u>	<u>22,253,199</u>
ii. <u>Closing stock</u>		
Stock-in-trade	-	-
Finished goods	12,048,811	18,203,924
Work-in-progress	13,412,211	10,086,262
Less : Excise Duty on Closing Stock	825,358	1,316,042
	<u>24,635,664</u>	<u>26,974,144</u>
Change in inventories (i - ii)	<u>2,338,480</u>	<u>(4,720,945)</u>

## 22 FINANCE COSTS

((in rupees))

Particulars	As at	
	31st March,2013	31st March,2012
i. Interest expense	6,467,178	5,692,147
ii. <u>Other borrowing cost</u>		
Loan processing charges	-	-
	<u>6,467,178</u>	<u>5,692,147</u>

## 23 OTHER EXPENSES

((in rupees))

Particulars	As at	
	31st March,2013	31st March,2012
<u>Other expenses</u>		
i. Consumption of stores and spare parts	6,889,095	7,561,583
ii. Excise Duty Expenses	4,484,874	3,127,194
iii. Labour charges	22,853,953	19,297,030
iv. Job work charges	9,760,836	19,705,629
v. Power	10,831,836	8,705,084
vi. Steam Coal Consumed	16,600,893	15,099,571
vii. Rent	-	-
viii. Repairs to buildings	203,517	688,885
ix. Repairs to machinery	895,693	1,540,734
x. Insurance	242,319	250,025
x. Rates and taxes	268,557	-
xi. <u>Auditors remuneration</u>		
Statutory audit fees	348,376	280,000
Tax audit fees	112,300	70,000
VAT audit fees	-	-
<u>Other services</u>		
Professional fees	96,517	-
xii. Brokerage and commission	243,277	29,284
xiii. Packing materials consumed	1,964,400	2,890,143
xiv. Transport and handling charges	8,721,749	7,315,449
xv. Quality Difference	485,440	-
xvi. Miscellaneous expenses	6,016,771	7,616,987
	<u>91,020,402</u>	<u>94,177,597</u>

## SHIVAGRICO IMPLEMENTS LIMITED

### 24 BORROWING COST CAPITALISED

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Interest	1,102,683	593,972
	<b>1,102,683</b>	<b>593,972</b>

### 25 CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Claims of Excise Duty not acknowledged by the company (matters under Appeal with Rajasthan High Court Jodhpur against Tribunal Order)	6,050,582	6,050,582
	-	
Claims of Excise Duty not acknowledged by the company (matters with Joint Commissioner of Central Excise, Jaipur -II)	1,161,633	1,161,633
	-	
Claims of Excise Duty not acknowledged by the company (matters with CESTAT, New Delhi)	292,024	292,024
	-	
Claims of Service Tax not acknowledged by the company (matters with CESTAT, New Delhi)	81,576	81,576
	-	
	<b>7,585,815</b>	<b>7,585,815</b>

### 26 IMPORTS (VALUED ON THE COST, INSURANCE AND FREIGHT BASIS)

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
i. Raw material	1,948,955	1,836,978
	<b>1,948,955</b>	<b>1,836,978</b>

### 27 EXPENDITURE/EARNINGS IN FOREIGN CURRENCY

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
<b>Expenditure</b>		
Overseas travel expenses	14,620	160,857
<b>Earnings</b>		
Exports (FOB)	-	536,985

# SHIVAGRICO IMPLEMENTS LIMITED

## 28 EARNING PER SHARE

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Profit available to shareholders	2,828,193	7,591,230
<u>Number of shares considered as weighted average</u>		
Number of shares at the beginning of the year	5,013,600	5,030,000
<u>Issue of fresh equity shares on and weighted average</u>		
Less: Shares forfeited on 15/03/2012 (16400 * 16/365)	-	(719)
Weighted average number of equity shares	5,013,600	5,029,281
Basic / diluted earning per share	0.56	1.51

## 29 AMOUNT DUE TO SSI UNITS

There are no dues payable to small scale industrial undertaking and included under sundry creditors.

## 30 AMOUNT UNPAID TO MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

There are no dues to Micro and Small Enterprises as at 31st March, 2013. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

## 31 RELATED PARTY TRANSACTIONS

### List of related parties/ relatives

Sr.	Name of related party	Relationship
1	Shri Hemant V Ranawat	Key Management Personnel
2	Shri Vimalchand M Jain	Key Management Personnel
3	Shri Vinit Ranawat	Relative of Key Management Personnel
4	Smt Bharti Kothari	Relative of Key Management Personnel
5	Mokalsar Stones Pvt Ltd	Others
6	Sanghvi Dhanrupji Devaji & Co Money Changers P Ltd	Others

### Transactions with related parties/ relatives

#### i. Income

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Mokalsar Stone P. Ltd.                      Sales	11,165	NIL

#### ii. Expenditure

*(in rupees)*

Particulars	As at	
	31st March,2013	31st March,2012
Shri Hemant V Ranawat                      Directors Remuneration	140,000	180,000
Shri Vimalchand M jain (Prop. of mokal Granites)                      Weighing Charges	74,843	41,180
Smt Bharti Kothari                              Salaries	240,000	110,000
Smt Bharti Kothari                              Ex Gratia	-	25,000
Sanghvi Dhanrupji Devaji Money Changers Pvt Ltd                      Foreign Exchange Purchase	14,620	160,857

## SHIVAGRICO IMPLEMENTS LIMITED

### iii. Loans & Advances :

	<i>(in rupees)</i>			
Name of person	Opening	Debit	Credit	Closing
	Cr/ (Dr)			Cr/ (Dr)
	NIL	NIL	NIL	NIL

### 32 SEGMENT REPORTING

The Company deals in Rolling and Forging of agricultural implements. All products made by the company essentially emanate from Rolling & Forging division and therefore it is reported as an independent business segment. The Company operates its business in domestic market only. As per General Clarification -11 on segment reporting issued by The Institute of Chartered Accountants of India, there is no reportable segment as defined in Accounting Standard -17.

The previous year figures in Segment Reporting are as under:-

#### Primary Segment Reporting

Particulars	Rolling & Forging Segment	Other Operations	Consolidated Total
<b><u>REVENUE</u></b>			
External Revenue	214,451,976.00	29,701,960.00	244,153,936.00
Inter Segment Sales	-	-	-
Total Revenue	214,451,976.00	214,451,976.00	428,903,952.00
<b><u>RESULT</u></b>			
Segment Result	17,040,716.00	7,278,511.00	24,319,227.00
Unallocable Income			515,685.00
Unallocated corporate expenses			11,551,536.00
Interest			5,692,147.00
Net Enterprise Profit			7,591,229.00

#### Secondary Segment Reporting

Segment	Revenue
Domestic	243,616,952.00
Overseas	536,985.00
Total	244,153,937.00

33)

- a) Advances recoverable in cash or in kind or for value to be received Rs.83,42,392/- (Previous Year Rs. 82,00,379/-) include CENVAT receivable and personal ledger accounts Balances with excise department Rs.35,48,744 /- (Previous year Rs. 23,12,710), receivable from Sales Tax Department Rs. 22,09,141/- (Previous Year Rs. 13,24,702/-) and additional duty Rs.NIL/-(Previous Year Rs,41,782/-) adjustable against duty payable.
- b) Stores consumed (including obsolete spares written off) exclude cost of wages and salaries and other expenses for the stores items manufactured departmentally and the same are charged to wages and salaries and other revenue accounts. Stock of Stores does not include any departmentally manufactured items; hence no impact on the profit of the year.
- c) Repairs to Building and Repairs to Machinery carried on departmentally exclude the cost of wages & salaries and other expenses which are charged to wages and salaries and other revenue accounts.
- d) i) Sundry Creditors include Rs. NIL due to small Scale Industrial undertaking (Previous Year Rs. NIL)  
ii) There are no Small Scale Undertakings to whom the company owes amounts exceeding Rs. 1 Lacs outstanding for more than 30 days.



## SHIVAGRICO IMPLEMENTS LIMITED

e) Actual Production.

PARTICULARS Class of Products	Unit	During the year ended on 31.03.2013	During the year ended on 31.03.2012
<b>(1) Re-Rolling Goods</b>	MTs	5,163.653 (2239.060)	1,540.188 (1254.010)
<b>(2) Re-rolling Goods (Hammers)</b>	Nos	45	223
<b>(3) AGRICULTURE IMPLEMENTS AND OTHER FORGING ITEMS</b>			
(i) Agricultural Implements	Nos	185,668	41,623
(ii) Other Forging Items	MTs	1,715.965	1,179.005
<b>(4) Scrap</b>	MTs	1,490.693	2,184.528
		-	-

**NOTE:**

- 1) Figures within brackets represent captive consumption during the year.
- 2) Includes production by conversion and job work done by third parties into finished goods for sale.
- 3) Excludes production on conversion done for third parties :- Rolling Products 8371.005 MT (Previous Year 10286.955 MT) and forging products 828107 Nos (Previous Year 1783913 Nos)

f) Purchase of Finished Goods

Class of Goods	Unit	For the year ended 31-03-2013		For the year ended 31-03-2012	
		Qty.	Value (Rs)	Qty.	Value (Rs)
1 Ingots / Billets	MTs	33.680	1,083,843	-	-
2 Scrap	MTs	-	-	1,106.810	22,423,449
3 Agricultural Implements	Nos	54,628	3,004,414	-	-
4 Steam Coal	MTs	14.480	81,642		
			<u>4,169,899</u>		<u>22,423,449</u>

g) TURNOVER

Class of Goods	Unit	For the year ended 31-03-2013		For the year ended 31-03-2012	
		Qty.	Value (Rs)	Qty.	Value (Rs)
1 Re-Rolling Products	Mts	3073.983	128,254,500	1586.065	64,070,013
2 Re-Rolling Products (Hammers)	Nos	45	13,535	326	87,490
3 Agricultural Implements	Nos	249,324	22,860,787	29,129	3,141,155
4 Other Forging Items	Mts	1744,272	91,762,808	1137.383	61,381,303
5 Ingots	Mts	33,680	1,332,473	15	527,634
6 Steam Coal	Mts	14,480	144,800	-	-
7 Machinery Parts	Pcs	-	-	-	2,381
8 Scrap	Mts	1,460,263	24,170,189	1,077.640	43,161,830
9 Sale of Services			50,482,209		82,631,052
Less :Excise duty on sales			(16,979,817)		(10,848,922)
			<u>302,041,483</u>		<u>244,153,936</u>

## SHIVAGRICO IMPLEMENTS LIMITED

### h) STOCK PARTICULAR OF FINISHED GOODS

Class of Goods	Unit	For the year ended 31-03-2013		For the year ended 31-03-2012	
		Qty.	Value (Rs)	Qty.	Value (Rs)
1 Re-Rolling Goods	Mts	162.950 (312.340)	6,784,916 (12332271)	312.340 (358.217)	12,332,271 (11350497)
2 Agricultural Implements	Nos	16399 (25427)	1,749,915 (2097998)	25427 (12933)	2,097,998 (939890)
3 Other Forging Items	Mts	40.263 (68,570)	1,856,527 (2926225)	68.570 (26.948)	2,926,225 (897503)
4 Scrap	Mts	59.241 (31,631)	1,657,453 (847430)	31.631 (19.953)	847,430 (512790)
			12,048,811 <u>(18,203,924)</u>		18,203,924 <u>(16,348,695)</u>

**Note :-** Figures in brackets represents previous year figures

### 34) The value of consumption of directly imported and indigenous raw materials and percentage

	Current Year		Previous year	
	Value Rupees	Percentage	Value Rupees	Percentage
(a) Directly Imported	0	0.00%	0	0.00%
(b) Indigenously obtained	181383868	100.00%	100441862	100.00%
	181383868	100.00%	100441862	100.00%

## SHIVAGRICO IMPLEMENTS LIMITED

### 35) Deferred Tax Assets / Liability

As per the requirement of the accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India the deferred tax asset recognised during the year is Rs. 420873/- ( Previous Year Rs.2568344/-). The year end position of Deferred Tax Liability is given below :

	<b>As at 31.03.2013 [Rs.]</b>	<b>As at 31.03.2012 [Rs.]</b>
<b><u>Deferred Tax Liability / (Asset)</u></b>		
<b><u>On Depreciation</u></b>		
As per last Balance Sheet	2,568,344	2,632,117
Deferred Tax Liability / (Asset) on account of difference in opening balance of Fixed Assets as on 31/03/2010	-	-
Deferred Tax Liability / (Assets) on account of Depreciation	(420,873)	(63,773)
	<b>2,147,471</b>	<b>2,568,344</b>
 <u>Deferred Tax Asset on :</u>		
Employee Benefits (current year)	-	-
Employee Benefits (on opening balance as on 01.04.2009)	-	-
Deferred Tax Asset on account of Depreciation	-	-
	<b>2,147,471</b>	<b>2,568,344</b>
Deferred Tax Liability on reversal of expenses disallowed in earlier year u/s. 40(a)(ia)	-	-
Deferred Tax Liability on reversal of expenses disallowed in earlier year u/s. 43B	-	-
	<b>2,147,471</b>	<b>2,568,344</b>
 <u>Deferred Tax Liability / (Assets) on account of</u>		
Expenses disallowed U/s. 40(a)(ia)	-	-
Expenses disallowed u/s. 43B	-	-
Others	-	-
Net Deferred Tax Liability / (Asset)	<b>2,147,471</b>	<b>2,568,344</b>

## SHIVAGRICO IMPLEMENTS LIMITED

### 36) Disclosure pursuant to Accounting Standard (AS) 15 (Revised) "Employee Benefits"

- (a) The Company has adopted Accounting Standard (AS) 15 (revised 2005) on Employee Benefits on 1st April, 2005.
- (b) The Company operates the following unfunded defined benefit plans :
- (i) Post retirement gratuity (Refer Note No. 1(f) of Notes to Accounts for accounting policies adopted)
- (c) During the financial year ended 31st March, 2013, the Company has not made a payment however made a provision of Rs. 1,21,709/- (Previous year Rs. 1,87,046/-) to Life Insurance Corporation of India as contribution to the defined benefit plan.
- (d) The actuarial valuation of the present value of the defined benefit obligation has been carried out as at 31st March, 2012. The following tables set out the amounts recognised in the financial statements as at 31st March, 2012 for the above mentioned defined benefit plans [Previous year figures have not been given as the Company has adopted revised Accounting Standard AS 15 for the first time during the financial year ended as on 31st March, 2012 ]:

Description	As at 31/03/2013 (Rs.)	As at 31/03/2012 (Rs.)
<b>1 Change in present value of obligation</b>		
a. Present Value of Obligation as at the beginning of the year	3,246,039.00	2,776,791.00
b. Current Service Cost	176,231.00	158,908.00
c. Interest Cost	259,683.00	222,143.00
d. Actuarial (Gain) / Loss	(51,939.00)	249,481.00
e. Benefits paid	(534,669.00)	(161,284.00)
f. Present Value of Obligation as at the end of the year	<b>3,095,345.00</b>	<b>3,246,039.00</b>
<b>2 Changes in the fair value of plan assets</b>		
a. Fair Value of Plan Assets at the beginning of the year	3,447,485.00	3,150,042.00
b. Expected Return on Plan Assets	274,081.00	283,496.00
c. Contributions	-	187,046.00
d. Benefits Paid	(534,669)	(161,284)
e. Actuarial Gain / (Loss) on Plan Assets	-	-
f. Fair Value of Plan Assets at the end of the year	<b>3,186,897.00</b>	<b>3,459,300.00</b>

## SHIVAGRICO IMPLEMENTS LIMITED

### 3 Fair Value of Plan Assets

a.	Fair Value of Plan Assets at the beginning of the year	3,447,485.00	3,150,042.00
b.	Actual return on plan assets	274,081.00	283,496.00
c.	Contributions	-	187,046.00
d.	Benefits Paid	(534,669)	(161,284.00)
e.	Fair Value of Plan Assets as at the end of the year	3,186,897.00	3,459,300.00
f.	Funded Status	91,552.00	213,261.00
g.	Excess of actual over estimated return on plan assets	-	-

### 4 Actuarial Gain / Loss recognized

a.	Actuarial (gain) / loss for the year - Obligation	(51,939.00)	249,481.00
b.	Actuarial (gain) / loss for the year - Plan Assets	-	-
c.	Total (gain) / loss for the year	(51,939.00)	249,481.00
d.	Actuarial (gain) / loss recognized in the year	(51,939.00)	249,481.00
e.	Unrecognized actuarial (gains) / losses at the end of year	-	-

### 5 The amount recognized in balance sheet

a.	Present Value of Obligation as at the end of the year	3,095,345.00	3,246,039.00
b.	Fair Value of Plan Assets as at the end of the year	3,186,897.00	3,459,300.00
c.	Funded Status	91,552.00	213,261.00
d.	Unrecognized Actuarial (gains) / losses	-	-
e.	Net Asset / (Liability) recognized in Balance Sheet	<b>91,552.00</b>	<b>213,261.00</b>

### 6 Expense recognized in statement of Profit & Loss Account

a.	Current Service Cost	176,231.00	158,908.00
b.	Interest Cost	259,683.00	222,143.00
c.	Expected Return on Plan Assets	(274,081.00)	(283,496.00)
d.	Actuarial (Gain) / Loss	(51,939.00)	249,481.00
e.	Expense recognized during the year	<b>109,894.00</b>	<b>347,036.00</b>

## SHIVAGRICO IMPLEMENTS LIMITED

### 7 Actuarial Assumptions used for valuation of the present value of the Defined

Benefit Obligations of various benefits are as under :

Retirement Age	60 Years
Future Salary Rise	7.00 % per annum
Rate of Discounting	8.00 % per annum
Mortality Table	LIC (1994-96) Ultimate

\* Discounting rate is based on the Prevailing market yields of Indian Government Securities as at the Balance Sheet date for the estimated term of the obligation.

\* The estimates of future salary increases, considered in actuarial valuation, take account of the inflation, seniority, promotion and other relevant factors.

*As per our report attached*

**For SANGHVI SANGHVI & SANGHVI**

Chartered Accountants

Firm Registration No. : 109138W

**For and on behalf of the Board of Directors**

**(V PRAJEETH)**

Partner

Membership No. 138286

**(Hemant Ranawat)**

*Executive Director*

**(Bhavesh Shah)**

*Director*

**(Vinit Ranawat)**

*Director*

**MUMBAI**

**Dated : 30<sup>th</sup> May, 2013.**

**SHIVAGRICO IMPLEMENTS LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013.**

Particulars	2012-13 Rupees	2011-12 Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax and Extraordinary items	3,038,320	11,352,457
<b>Adjustments for</b>		
Depreciation	7,627,137	8,012,238
(Interest Income)	1,11,676	149,261
Interest on Borrowings	6,467,178	5,692,147
Rounding Off Difference on forfeiture of shares	0	18
(Profit) / Loss on sale of fixed assets	0	(107732)
	14205991	13745932
Operating Profit/(Loss) before working capital changes	17244311	25098389
<b>Adjustments for</b>		
Inventories (Increase)/Decrease	7651041	16206910
Trade Receivable (Increase)/Decrease	4,352,157	(4,111,280)
Others Recoverable (Increase)/Decrease	3,222,252	(8,684,579)
Sundry Creditors Increase/(Decrease)	(2,053,636)	5,226,946
Other Liabilities Increase/(Decrease)	(8,558,615)	(1,073,992)
	4,613,198	7,564,005
Cash Generated from operations	21,857,508	32,662,394
Taxes	210127	3761227
Prior Period Adjustments	0	0
<b>NET CASH FROM OPERATING ACTIVITIES - A -</b>	<b>21,647,381</b>	<b>28,901,167</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	(17390023)	(21499160)
Interest Received	(111676)	(149261)
Sale of Fixed Assets	-	631,000
<b>NET CASH IN INVESTING ACTIVITIES - B -</b>	<b>(17501699)</b>	<b>(21017421)</b>

# SHIVAGRICO IMPLEMENTS LIMITED

	As at 31/03/2013 Rupees	As at 31/03/2012 Rupees
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Borrowings (Net)	(942024)	(4706027)
Calls in Arrears Received	0	4000000
Securities Premium Amount Received	0	1000000
Interest paid	(6467178)	(5692147)
<b>NET CASH FROM FINANCING ACTIVITIES - C -</b>	<b><u>(7409202)</u></b>	<b><u>(5398174)</u></b>
<hr/>		
<b>Particulars</b>	<b>2012-13 Rupee</b>	<b>2011-12 Rupee</b>
<hr/>		
<b>NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b><u>(3,263,520)</u></b>	<b><u>2,485,572</u></b>
Cash and cash equivalents as at 1st April 2012	4380273	1894701
Cash and cash equivalents as at 31st March 2013	<b><u>1116753</u></b>	<b><u>4380273</u></b>
	-	0.00

- Note :**
1. Figures in brackets represent out flows.
  2. Previous Year figures have been regrouped wherever necessary.

**For SANGHVI SANGHVI & SANGHVI**

Chartered Accountants  
Firm Registration No. : 109138W

**For and on behalf of the Board of Directors**

**(V. PRAJEETH)**

Partner

Membership No. 138286

**(Hemant V. Ranawat)**

*Executive Director*

**(Vinit N. Ranawat)**

*Director*

**(Bhavesh Shah)**

*Director*

**MUMBAI**

**Dated : 30<sup>th</sup> May, 2013**



# SHIVAGRICO IMPLEMENTS LIMITED

To,  
The Board of Directors,  
Shivagrigo Implements Ltd,  
MUMBAI - 400 007.

We have examined the attached Cash Flow Statement of SHIVAGRICO IMPLEMENTS LIMITED for the year ended 31st March, 2013. The statement has been prepared by the company in accordance with the requirement of clause 32 of listing agreement with the Stock Exchange and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report dated 30th May, 2013 to the members of the Company.

**FOR SANGHVI SANGHVI & SANGHVI**

Firm Registration No. : 109138W

**Chartered Accountants**

**MUMBAI**

**DATED : 30th May, 2013**

**(V PRAJEETH)**

*Partner*

Membership No. 138286

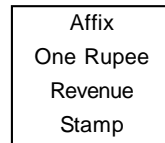
# SHIVAGRICO IMPLEMENTS LIMITED

# SHIVAGRICO IMPLEMENTS LIMITED

Regd. Office : A-1, Adinath Apartments, 281, Tardeo Road, Mumbai-400 007.

## PROXY FORM THIRTY-FOURTH ANNUAL GENERAL MEETING

I/We of \_\_\_\_\_  
in the district of \_\_\_\_\_ being a member/members of SHIVAGRICO IMPLEMENTS LIMITED  
hereby appoint \_\_\_\_\_, or failing him \_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_  
as my/our proxy to attend and vote for me/us on my/our behalf at the Thirty-Fourth Annual General Meeting of the  
Company to be held on Saturday, 21<sup>st</sup> September, 2013 at 11.00 a.m. at P-4, Party Hall, 4th Floor, The Majestic,  
Anna Saheb Patil Marg, Khed Gully X lane, Prabhadevi, Mumbai - 400 025 and at any adjournment thereof.  
Signed this \_\_\_\_\_ day to \_\_\_\_\_ 2013



Signature \_\_\_\_\_

Regd Folio No. \_\_\_\_\_ No. of Shares \_\_\_\_\_

**Note** : The proxy form duly signed across the revenue stamp of One Rupee should reach the Company's  
Registered Office at least 48 hours before the time of the meeting.

## SHIVAGRICO IMPLEMENTS LIMITED

Regd. Office: A-1, Adinath Apartments, 281, Tardeo Road, Mumbai - 400 007.

## THIRTY-FOURTH ANNUAL GENERAL MEETING

### ATTENDANCE SLIP

I hereby record my presence at the Thirty-Fourth Annual General Meeting of the Company

\_\_\_\_\_  
Name of the Shareholder (in block letters)

\_\_\_\_\_  
No. of Shares held

\_\_\_\_\_  
Folio No.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Full Name of the Proxy(in block letters) \_\_\_\_\_

**Note** : (1) Shareholders attending in person or by proxy are requested to complete the attendance slip and  
hand it over at the entrance of the Meeting Hall.

(2) Members are requested to bring their copy of the Annual Report for the meeting.

**BOOK-POST**

To,

*If undelivered please return to:*

**SHIVAGRICO IMPLEMENTS LIMITED**

A-1, Adinath Apartments,

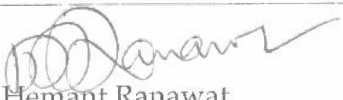


281, Tardeo Road,

Mumbai-400 007.

# SHIVAGRICO IMPLEMENTS LTD

A-1, ADINATH APARTMENT,  
281, TARDEO ROAD, MUMBAI - 400 007.  
TEL : 23893022 / 23, FAX: 022-23802678

## FORM A

1.	Name of the Company	Shivagrigo Implements Limited
2.	Annual financial statements for the year ended	31 <sup>st</sup> March, 2013
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	N. A
5.	Signed by-	
	- CFO & Executive Direction	 Mr. Hemant Ranawat
	- Auditor of the Company Sanghvi Sanghvi & Sanghvi Chartered Accountants Statutory Auditors	 Mr. V. Prajeeth
	- Audit Committee Chairman	 Br. Karan Singh Chauhan