



# **21ST ANNUAL REPORT 2012-13**

**GENERA AGRI CORP LTD.**

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## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. M. Rajesh Naidu  
Managing Director

Mr. Rambabu Rupakula  
Independent Director

Mr. Nadipalli Venkata Rama Rao  
Independent Director

Mr. S.V. Vanshi Krishna  
Independent Director

### BANKERS

Indian Bank  
Jubilee Hills Branch  
Hyderabad – 500 033

HDFC Bank  
Jubilee Hills Branch  
Hyderabad – 500 033

HSBC Bank  
Somajiguda Branch  
Hyderabad – 500 082

Lakshmi Vilas Bank  
Punjagutta Branch  
Hyderabad – 500 082

### REGISTERED OFFICE

H. No. 8-2-293, Block III,  
Road No. 82, Plot No. 382, Film Nagar,  
Jubilee Hills, Hyderabad – 500033,

Phone : + 91 40 6722 9000(18 lines)  
Fax : + 91 40 6722 9001

### AUDITORS

M/s Hari Vara Prasad & Associates  
Chartered Accountants,  
Room No. 6, 3rd Floor  
Unity House, Abids,  
Hyderabad – 500 001

Phone +91 40 2320 3463

### REGISTRARS & SHARE TRANSFER AGENTS

M/s. Bigshare Services Private Limited  
3rd Floor, 306 Right Wing, Amrutha Ville  
Opp: Yashoda Hospital, Somajiguda  
Raj Bhavan Road, Hyderabad – 500 082

Tel: + 91 40 2337 4967, 2337 0295

Fax: +91 40 2337 0295

E-mail: [www.bigshareonline.com](http://www.bigshareonline.com)

### STOCK EXCHANGES WHERE THE COMPANY SHARES ARE LISTED:

Bombay Stock Exchange Limited  
Madras Stock Exchange Limited  
Calcutta Stock Exchange Limited

**Book Closure Date: 23rd September, 2013 to 30th September, 2013**

## NOTICE

Notice is hereby given that the 21st Annual General Meeting of the members of **M/s. Genera Agri Corp Limited** will be held on Monday, 30th September, 2013 at 10.00 A.M at the Registered Office at H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills, Hyderabad – 500 033, Andhra Pradesh to transact the following business:

### Ordinary Business:

1. To, receive, consider and adopt the audited Statement of Profit & Loss Account for the year ended on 31st March, 2013 and the Audited Balance Sheet as on that date together with Schedules and Annexures thereto and the Reports of Auditors and Directors there on.
2. To appoint a Director in place of Mr. Rambabu Rupakula who retires by rotation and being eligible, offers himself for re-appointment
3. To re-appoint M/s. Hari Vara Prasad & Associates, Chartered Accountant as Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

For and on behalf of the Board of Directors  
**M/s Genera Agri Corp Limited**

(M. Rajesh Naidu)  
**Managing Director**

Place: Hyderabad  
Date : 6th September, 2013

## NOTES

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and on a poll to vote instead of himself. Such proxy need not be a member. The instrument appointing a proxy should however be deposited at the registered office of the Company not less than 48 hours before commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 23rd September, 2013 to 30th September, 2013 (both days inclusive)
3. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. Members are requested to notify immediately any change of address to their depository participants in respect of their holding in Electronic Form and to M/s. Bigshare Services Private Limited, in respect of their Physical Folio, if any.
5. Pursuant to the requirement of the Listing Agreement of the Stock Exchange on Corporate Governance, relating to appointment of the Directors/re-appointment of the retiring Directors, a statement containing the required details of the concerned Directors forms part of the Report on Corporate Governance.
6. In terms of circulars issued by the Securities and Exchange Board of India (SEBI), it is now mandatory to furnish a copy of PAN Card to the company or its RTA in the following cases viz. Transfer of shares, Deletion of name, Transmission of Shares and Transposition of shares. Shareholders are requested to furnish copy of PAN card for all the above mentioned transactions.
7. Members who holds shares in Physical form in dematerialized form are requested to write their client ID and DP ID. Those who hold shares in physical form are required to write their Folio Number in the Attendance slip for attending the meeting.
8. Members/Proxies are requested to bring duly filled attendance slip sent herewith, along with their copy of annual report at the meeting.
9. The Annual Report of the Company for the year 2012-13, is also updated on the Company's website [www.genera.in](http://www.genera.in).

For and on behalf of the Board of Directors  
**M/s Genera Agri Corp Limited**

(M. Rajesh Naidu)  
**Managing Director**

Place: Hyderabad  
Date: 6th September, 2013

## ADDITIONAL INFORMATION

**As per clause 49 of the Listing Agreement, the Particulars of Directors who seek reappointment are given below:**

1.	Name	:	Mr. Rambabu Rupakula
	Age	:	65 years
	Qualification	:	Master of arts in Philosophy
	Expertise	:	Gained exposure to Agriculture Business While he was heading Rural branches in Andhra Bank.
	Other Directorship	:	Nil
	Shareholding in the Company	:	Nil

## DIRECTORS REPORT

To  
**The Members**  
**Genera Agri Corp Limited**

Your Directors Present 21st Annual Report of the Company together with the audited Financial Results for the year ended on 31st March, 2013.

**Financial results:**

(Rs. In Lakhs)

PARTICULARS	Standalone (Mar'13)	
	Current Year 2012-2013	Previous Year
Income from Sales	7847.89	9868.04
Increase in stock	204.89	394.66
Total Income	8052.78	10262.70
Total Expenditure	7104.84	8265.79
Profit/(Loss) before tax and Provisions	947.94	1996.90
Provisions for Fringe Benefit Tax	0	0
Deferred Tax Liability	-0.55	-1.65
Profit for the year	944.73	1990.61

**Results from Operations:**

During the year under review, your Company made a Turnover of Rs. 7847.89 lakhs as against Rs. 9868.04 lakhs and gained a profit of Rs. 947.94 lakhs as against a Profit of Rs.1996.90 Lakhs for the Previous Year.

**Share Capital:**

The Paid-up Share Capital of your Company stands at Rs. 8,99,61000/- (Eight crores ninety nine lakhs sixty one thousand only) as on 31st March, 2013.

**Management Discussion & Analysis:**

Pursuant to Clause 49 of the Listing Agreement with the Stock exchanges, the Management Discussion and Analysis report are annexed to this Report and forms part of this Annual Report.

**Deposits:**

Your Company has not accepted any Deposits from the Public during the year Pursuant to Section 58A of the Companies Act, 1956.

**Directors:**

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company, Mr. Rambabu Rupakula, Director of the Company, retires by rotation at ensuring 21st Annual General Meeting and being eligible, offer himself for Re-appointment.

None of the Director's of the Company are disqualified from being appointed as directors as specified in section 274(1) (g) of the Companies Act, 1956 as amended.

**Dividend:**

The Company has made profit during the year, however to conserve resources required for future plans in the coming years, your Directors do not recommend payment of dividend on the equity shares.

**New Listing:**

The Equity Shares of your company are also now listed in Bombay Stock Exchange Limited (w.e.f 5th April, 2013).

**Corporate Governance:**

As required by clause 49 of the Listing Agreements, a separate section containing the Report on Corporate Governance together with the Certificate on the compliance with the conditions of corporate Governance issued by Practicing Chartered Accountants are appended hereto and they form part of this Annual Report.

**Auditors:**

The Auditors i.e.M/s. HariVaraPrasad & Associates, Chartered Accountants, are retiring as Auditors of the Company, but being eligible, have offered themselves for re-appointment. M/s Hari Vara Prasad & Associates have furnished a certificate of their eligibility under Section 224(1B) of the Companies Act, 1956. Board of Directors recommended their re-appointment.

**Director's Responsibility Statement:**

Pursuant to the requirements under section 217(2AA) of the Companies Act, 1956 with respect to the Directors Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the annual accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) Appropriate accounting policies have been selected and applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year i.e., 31st March, 2013 and of the profits of the Company for that period.
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting record in accordance with provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) That the Annual Accounts have been prepared on a going concern basis.

**Employees:**

Your Company has no employee whose remuneration exceeds the limits prescribed Under section 217(2A) of the Companies Act, 1956. Hence the Information required under the said section, read with the Companies (Particulars of the Employees) Rules, 1975, has not been given in the Report.

**Conservation of Energy & Technology Absorption, Foreign Exchange Earnings and Outgo****A. Conservation of Energy:**

- (a) Energy Conservation measures taken : Adequate measures have been taken to conserve energy wherever possible.

- (b) Additional Investments and proposals, if any being, implemented for reduction of Consumption of energy : Nil
- (c) Impact of the measures(a) and (b) above for Energy consumption and consequent impact on the cost of production of goods. : NA

**B. Technology Absorption:**

- (i) Research and Development (R&D):
- (a) Specific areas in which R&D carried out by the company : The Company continues to focus and invest R & D in activities to produce and sell one of the best quality Vegetables and fruits to meet the International Standards.
- (b) Benefits derived as a result of the R&D : Research and Development in the present business will continue to be of importance to your company and contributes higher benefit to the company and its profitability.
- (c) Future Plan of Action : The Company continues to strive to provide a premium quality produce to domestic customers in order to meet their changing preferences and needs.
- (d) Expenditure on R&D : The Expenditure on R&D is not separately classified, as there is no separate R&D division.
- (ii) Technology Absorption, Adaption and Innovation : The requisite information under the head is not applicable to company as there were no imports of any technology.

**C. Foreign Exchange Earnings & Outgo**

	2012-2013	2011-2012
Foreign Exchange Earnings	Nil	33,30,772
Foreign Exchange Outgo	Nil	Nil

**Acknowledgments:**

Your Directors are also grateful and pleased to place on record their appreciation for the excellent support, guidance and co-operation extended by the Customers, Shareholders, Business Associates, vendors and Government Authorities.

Your Directors also wish to place on record their appreciation for the sincere services rendered by the employees of your Company during the year. Their dedication, teamwork and efficiency have been commendable.

For and on behalf of the Board of Directors  
**M/s. Genera Agri Corp Limited**

(M. Rajesh Naidu)  
**(Managing Director)**

Rambabu Rupakula  
**( Director)**

Place: Hyderabad  
 Date : 6th September, 2013

## MANAGEMENT DISCUSSION AND ANALYSIS

### Industry Structure and developments:

Poverty alleviation & inclusive growth necessarily pre-supposes growth in Agriculture. Seen in this context union Budget 2013-2014 has rightly proposed a number of measures for sustainable growth in agriculture. These include 22% increase in allocation for Agriculture and 22% growth for Agriculture credit. However the expectations of Indian Fertilizer sector which provides crucial input to agricultural growth have been belied. The Indian Fertilizer industry fully supports the needs to maintain fiscal discipline and contain fiscal deficit to acceptable level reducing expenditure on subsidies including Fertiliser Subsidy is understandable.

### SWOT Analysis

#### Strengths :

Fruits & Vegetables being the most demanded food in the world, Almost 50% of the arable land in the country is still rain fed. However, the industry at large and the Company in particular is focusing mainly on Retail Stores, exports and production of qualitative fruits and vegetables in order to ensure continuous qualitative production and marketing of their Products Globally.

- Vast network of arable and fertile lands.
- Experienced management team with exposure in Agricultural industry to run the operations.
- Emphasis on quality of product nurtured across the company.
- The company has established strong presence in the market for several years.
- The business model is simple & needs minimum marketing requirement.
- Increase in the export of products/Entered into Export Market.

#### Weaknesses:

- Low availability of adequate infrastructural facilities
- Lack of adequate quality control and testing methods as per international standards
- Inefficient supply chain due to a large number of intermediaries
- High requirement of working capital.
- Seasonal produce.

#### Opportunities

- Large crop and material base offering a vast potential for agro processing activities.
- Rising income levels and changing consumption patterns.
- Favorable demographic profile and changing lifestyles.
- Integration of development in contemporary technologies such as electronics, material science, bio-technology etc. offer vast scope for rapid improvement and progress.
- Making a mark in global and International markets.

#### Threats

- Affordability and cultural preferences of fresh food.
- Competition from global players.
- High packaging cost.
- As the Fruits & Vegetables are perishable in nature, there is always a pressure of early disposal.

**Segment - wise or product – wise performance:**

The Company as of now operates in one major segment - agricultural products.

**Outlook:**

The market for the agricultural products is growing and the Company is poised to take advantage of the market developments. The fruit and vegetable processing industry in India is highly decentralized having wide capacities. The diverse agro- climatic zones make it possible to grow almost all varieties of fresh fruits and green vegetables in India. India is the second largest producer of fresh fruits & vegetables in the world (ranks next to China) and accounts for about 15% of the world's production of fruits & vegetables. In addition the Company also planning to introduce many services through the established retail outlets. All in all, outlook for this industry is positive.

**Risks and concerns:**

The Company is exposed to various risks and uncertainties in the normal course of the business that can cause variations in the results from operations and affect the financial condition. The Company is viewing effective risk management as an integral part of delivering of superior returns to shareholders. Principal risks and uncertainties facing the business are as below:

- 1) A significant portion of the company's revenues are generated from the sale of fruits and Vegetables.
- 2) Any change in the consumption of fruits and Vegetables or reduction in demand or change in the price could adversely affect the company's operations and profitability.
- 3) cultivation is seasonal in nature. Anomalies in the weather condition during that period can have significant impact on the crop, and in turn affect the operating performance.

The business is directly dependent upon the availability of Fruits & Vegetables which is cultivated by the farmers. Any decrease in the area of cultivation by the farmers may result in reduced supply and could also limit ability to process, transport, store and merchandise the product in an efficient manner. Should this occur, the company will face the possibility of reduced revenue during that season without the opportunity to recover until the following season.

**Internal control systems and their adequacy:**

The Company has adequate internal controls commensurate with its activity and size of operations.

**Discussion on financial performance with respect to operational performance:**

During the year under review, your Company has made a Turnover of Rs. 7847.89 Lakhs as against Rs. 9868.04 Lakhs and gained a profit of Rs. 947.94 Lakhs as against a profit of Rs. 1996.90 Lakhs for the previous year.

**Material development in Human Resource & Industrial Relations:**

There are no significant developments in human resources and number of people employed. However, all our efforts were made to retain the talent and improve the productivity.

**Cautionary Statement**

The management of Genera Agri Corp Limited has prepared and is responsible for the financial statements that appear in this report. These are in conformity with accounting principles generally accepted in India and, therefore, include amounts based on informed judgments and estimates. The management also accepts responsibility for the preparation of other financial information that is included in this report. Statements in this management discussion and analysis describing the company's objectives, projections, estimates and expectations may be "forward looking statements" within the meaning of applicable laws under regulations. The management has based these forward-looking statements on its current expectations and projections about future events. Such statements involve known and unknown risks, significant changes in the political and the economic environment in India or key markets abroad, tax laws, litigation, labour relations, exchange rate fluctuations, interest and other costs and may cause actual results to differ materially.

## CORPORATE GOVERNANCE REPORT

### 1. COMPANY PHILOSOPHY

Your Company is committed to best the corporate Governance practices and endeavors continuously to implement the code of Corporate Governance in its true spirit. The philosophy of your Company in relation to Corporate Governance is to ensure transparency in all its operations, and to manage the company's affairs in a fair, ethical and transparent governance practices, make disclosures and enhance shareholders value without compromising in any way in complying with the laws and regulations.

The Board of Directors acknowledges that it has a fiduciary relationship and a corresponding duty towards the stakeholders to ensure that their rights are protected.

### 2. BOARD OF DIRECTORS

#### Composition:

The composition of Board of Directors of the Company meets the stipulated requirements. The Board consists of Four Directors, out of which three are Independent Directors. Composition of the Board and category of Directors are as follows.

CATEGORY	NAME OF THE DIRECTOR	DESIGNATION
Promoter Director Independent Directors	Mr. M. Rajesh Naidu Mr. Rambabu Rupakula Mr. N. Venkata Rama Rao Mr. S. V.Vanshi Krishna	Managing Director Independent Non-Executive Director Independent Non-Executive Director Independent Non-Executive Director

Board Meetings, Attendance of Directors at the Board Meeting

i) No. of Board Meetings held during the financial year as on 31st March, 2013, for which details are as follows:

No. of Quarters	Quarter 1	Quarter 2	Quarter 3	Quarter 4
Dates of Board Meetings	14th May, 2012	14th August, 2012 3rd September, 2012	14th November, 2012	31st January, 2013 14th February, 2013

No. of Board Meetings, attendance of Directors at Board Meetings, Last Annual General Meeting (AGM) and Number of other Directorships and Chairmanships/Memberships of Committee of each Director in various Companies:

Name of the Director	Category	Attendance		No. of other Directorships	No. of Memberships/ Chairmanships of Board Committees in Other Companies
		No. Board Meetings	Last AGM		
Mr. M. Rajesh Naidu	Managing Director	6	Present	2	2
Mrs. M. Kalpana Raj *	Whole-time Director	5	Present	1	1
Mr. Rambabu Rupakula	Independent-non executive Director	6	Present	Nil	Nil
Mr. N. Venkata Rama Rao	Independent-non executive Director	6	Present	Nil	Nil
Mr.S.V.Vanshi Krishna	Independent-non executive Director	6	Present	Nil	Nil

\* Mrs. M. Kalapana Raj has been resigned as the whole-time Director of the Company w.e.f., 31st January, 2013.

Information available to the Board of Directors:

The Board of Directors of the Company are aware of all the day to day happenings of the Company, and are involved in each and every small decisions to keep the Company safe from any of the troubles.

Following are the minimum information, from which the board is regularly updated:

- Annual operating plans, and budgets, capital budgets and updates;
- Quarterly results of our operating divisions or business segments;
- Minutes of meeting of audit, compensation, nomination, risk management and investor grievance committees as well as abstracts of circular resolution passed;
- The Board Minutes of the Subsidiary Companies;
- General Notices of interest received from directors;
- Dividend data;
- Information on recruitment and remuneration of senior officers just below the Board level, including appointment or removal of the CFO and Company Secretary;
- Materially information litigations, show cause, demand, prosecution and penalty notices;
- Fatal or serious accidents, dangerous occurrences, and material effluent or pollution problems;
- Any materially relevant defaults in financial obligations to and by us;
- Any issue that involves possible public or product liability claims of a substantial nature;
- Details of joint ventures, acquisitions of companies or collaboration agreements;
- Transactions that involve substantial payments toward goodwill, brand equity or intellectual property;
- Any significant development on the human resources aspect;
- Sale of material nature, of investments, subsidiaries and assets, which are not in the normal course of business;
- Details of foreign exchange exposure and the steps taken by the Management to limit risks of adverse exchange rate movement;
- Non-compliance of any regulatory, statutory or listing requirements, as well as shareholder services such as non-payment of dividend and delays in share transfer.

#### **Re-appointment of Retiring Directors:**

In accordance with the Articles of Association of the Company Mr. Rambabu Rupakula, Director of the Company, will retire at the 21st Annual General Meeting of the Company and being eligible, offers himself for re-appointment.

#### **Brief resume of Director seeking re-appointment:**

Mr. Rambabu Rupakula:

Mr. Rambabu Rupakula, aged 65 years, is director of our Company. He holds Master of Arts in Philosophy degree from Andhra University. He has worked in Andhra Bank as Branch Manager in semi urban/urban branches. He gained exposure to agriculture business while he was heading rural branches in Andhra bank.

#### **Code of conduct:**

In pursuance of the sub Clause (D) of clause 49 of the Listing Agreement, the Company has adopted a Code of Conduct for all Board Meetings and Senior Management Personnel of the Company. All the Members of the Board and senior Management personnel have affirmed their compliance with the Code of Conduct, as at 06th September, 2013. A declaration regarding the Code of Conduct's Compliance's has been given at the end of the Corporate Governance Report, signed by two directors of the company one of which Managing Director.

### 3. AUDIT COMMITTEE

The Audit Committee supports the Board Meeting its responsibilities in relation to the integrity of the Group's financial statements and associated announcements, the adequacy of internal control and risk management systems and the appointment and work of the internal and external auditors.

The Audit Committee acts as a link between the Statutory and Internal Auditors and Board of Directors. It addresses itself to matters pertaining to adequacy, accuracy and reliability, of financial statements, adequacy of provisioning of liabilities, sound working capital management analysis, time and cost overruns in implementation of projection opportunities.

The committee also looks into adequacy, transparency and time.

The terms of reference of the Audit Committee are in conformity with the provisions of Clause 49 of the Listing Agreement entered with the Stock Exchanges.

#### Composition of Audit Committee:

In compliance with Clause 49 of the listing agreement and section 292A of the Companies Act, 1956, the Board of Directors of the Company has constituted an Audit Committee comprising of the following three Directors out of which two are Non-Executive Independent Directors.

S. No.	Name of the Member	Designation
1.	Mr. Rambabu Rupakula	Chairman
2.	Mr. M. Rajesh Naidu	Member
3.	Mr. Sagi Venkata Vanshi Krishna	Member

The details of Meeting and attendance during the year are given below:

During the period 2012-2013 the Audit Committee meets Four times during the year on 12th May, 2012, 11th August, 2012, 12th November, 2012, 11th February, 2013.

Name of Members	Date of Meeting and attendance			
	12.05.2012	11.08.2012	12.11.2012	11.02.2013
Mr. Rambabu Rupakula	Y	Y	Y	Y
Mr. M. Rajesh Naidu	Y	Y	Y	Y
Mr. Sagi Venkata Vanshi Krishna	Y	Y	Y	Y

#### Powers of the Audit Committee:

The Board of Directors of the company has delegated the following powers to the Audit Committee, in pursuant to under clause 49 of the Listing Agreement:

1. To Investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**Role of Audit Committee:**

In current scenario, the Audit Committee plays a vital role for ensuring proper compliances and keeping the accurate financial data towards the shareholders of the Company, for preventing the company from scams. Therefore to ensure the true and fair view of financial information of the Company, the Audit Committee has properly complied its role as mentioned in the Clause 49 of the Listing Agreement.

Review of Information by Audit Committee:

Following information has been regularly reviewed by the Audit Committee in their meetings:

- Management discussion and analysis of financial condition and results of operations.
- Statement of significant related party transactions (as defined by the Audit Committee) submitted by the Management.
- Management letters/letters of financial control weaknesses issued by the Statutory Auditors.
- Internal audit reports relating to internal control weaknesses; and
- The appointment, removal and terms of remuneration of the Chief Internal Auditor shall be subject to review by the Audit Committee.

**4. REMUNERATION COMMITTEE:**
**Brief description of terms of reference:**

The committee was constituted primarily to evaluate compensation and benefits for Executive Directors.

**Composition of committee:**

The remuneration committee comprises of three members, all of whom are Independent Non-executive Directors.

**Meetings and attendance during the year 2012-2013:**

There was no Remuneration committee meeting conducted during the financial year 2012-2013.

The remuneration committee comprises of the following Three Directors:

Sl.No.	Name of the Director	Position
1.	Mr. Rambabu Rupakula	Chairman
2.	Mr. N. Venkata Rama Rao	Member
3.	Mr. S. V.Vanshi Krishna	Member

**Remuneration Policy:**

The remuneration policy is directed towards rewarding performance, based on review of achievements. It is aimed at attracting and retaining high caliber talent. The remuneration policy is in consonance with the existing practice in the Industry.

**Executive Director's Remuneration:**

Executive Directors: The appointments are made for a period of five years on the terms and conditions mentioned in the respective resolutions passed by the shareholders of the company in general meetings, which do not provide for severance fees.

Your Company pays remuneration by way of Salary, perquisites, allowances.

Details of Remuneration of Managing Director for the year ended 31st March, 2013 are as follows:

<b>Name</b>	<b>Remuneration paid during the F.Y. 2012-2013</b>	<b>Relationship with other Directors</b>	<b>Business Relationship with other Directors</b>
Mr. M. Rajesh Naidu	24,00,000	Related to Mrs. M. Kalpana Raj	Promoter Director and Managing Director
Mrs. M. Kalpana Raj *	10,00,000	Related to Mr. M. Rajesh Naidu	Promoter Director and Whole- time Director

\*Mrs. M. Kalpana Raj whole-time Director of the company resigned office as on 31st January, 2013.

#### **5. SHAREHOLDERS /INVESTOR GRIEVANCE COMMITTEE**

Brief description and terms of reference:

In terms of the reference of the Committee include redressing Shareholder and Investor complaints like non receipt of transfer and transmission of shares, non-receipt of Share Certificates, Non-receipt of Balance Sheet etc.,

Composition of the Shareholder's/Investor's Grievance Committee

The Constitution of the Shareholders/Investors Grievance Committee Comprises the following Directors :

<b>Sl.No.</b>	<b>Name of the Member</b>	<b>Position</b>
1.	Mr. Rambabu Rupakula	Chairman
2.	Mr. N. Venkata Rama Rao	Member
3.	Mr. Sagi Venkata Vanshi Krishna	Member

No. of Shareholders Complaints received during the year 2012-2013:

Total Number of complaints received during the year 01.04.2012 to 31.03.2013 : 5

No. of Complaints not solved to the Satisfaction of Shareholders:

These complaints were attended promptly to the satisfaction of the complainants.

No. of pending Complaints : Nil

#### **6. GENERAL BODY MEETINGS**

Details of last Three Annual General Meetings

The details of last Three Annual General Meeting are given below:

<b>Financial year</b>	<b>AGM</b>	<b>Date</b>	<b>Venue</b>	<b>Time</b>
2011-2012	20th AGM	29TH September, 2012	H.No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills, Hyderabad – 500 033	11.00 A.M

2010-2011	19th AGM	29th September, 2011	Plot No. 263, Anand Villa, Road No. 78, Jubilee Hills, Hyderabad, 500 033, Andhra Pradesh	11.00 A.M
2009-2010	18th AGM	30th September, 2010	Plot No. 263, Anand Villa, Road No. 78, Jubilee Hills, Hyderabad-500 033, Andhra Pradesh	11.00 A.M

Special Resolution passed in the previous three (3) Annual General Meetings (AGMs)

Date	No. of Special Resolutions Passed	Particulars of the Special Resolution
29th September, 2012	1	Re-appointment of Mrs. M. Kalpana Raj as a Director of the Company
29th September, 2011	1	Revision in remuneration of Mr. M. Rajesh Naidu as Managing Director of the Company
30th September, 2010	2	1. Appointment of Mr. M. Rajesh Naidu as the Managing Director of the Company 2. Appointment of Mrs. M. Kalpana Raj as the whole-time Director of the Company

Special Resolutions were put passed through Postal ballot

last year, details of voting pattern

: Nil

Any Resolution is proposed to be conducted through Postal Ballot

: Not Applicable

#### 7. Disclosures:

Disclosure on materially significant related party transactions that may have potential conflict with the interests of the Company at large.

In the preparation of the financial statements, your company follows Accounting Standards issued by the Institute of Chartered Accountants of India. The Transactions with related parties is mentioned under Notes on Accounts to Standalone and Consolidated Accounts in the Annual Report of the Company. None of the transactions with the related parties is in conflict with the interest of the company.

#### 8. Means of Communication:

Under clause 41 of the Listing Agreement the Company quarterly, Half-yearly periodical financial Results are published in newspapers.

The newspapers of which normally financial results are published in:

Newspapers	Cities of Publication
Financial Express Prajashakthi (Telugu)	All Editions Hyderabad Edition only

The Annual Report and other Communication will be sent to the Shareholders through post. The Company results and official news releases and presentations, if any, made to Investors are displayed in the Company's web sites [www.genera.in](http://www.genera.in).

### 9. General Shareholders Information:

1. Annual General Meeting:

Date and Time : Monday, 30th September, 2013 at 10.00 A.M  
 Venue : H.No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills, Hyderabad – 500 033, Andhra Pradesh.

2. Tentative Financial Calendar : The financial year of the Company is for the Period from 1st April to 31st March of the following Year.

AGM for the Financial year : Before the end of the September, 2014.

Adoption of Quarterly Results for the quarter ending:

First Quarter Result : Upto 14th August, 2013  
 Second Quarter Result : Upto 14th November, 2013  
 Third Quarter Result : Upto 14th February, 2014  
 Fourth Quarter Result : Upto 30th May, 2014

3. Date of Book Closure: 23rd September, 2013 to 30th September, 2013.

4. Listing of shares on stock exchanges, stock code and Scrip Code

Sl.No.	Name of the Stock Exchange	Stock Code	Scrip Code
1.	Bombay Stock Exchange Limited PJ Towers, Dalal Street, Mumbai – 400 001.		590133
2.	Madras Stock Exchange Limited No. 30, Second Line Beach, Chennai _ 600 001, Tamilnadu	GACL	ALI
3.	Calcutta Stock Exchange Limited 7, Lyons Range, Kolkata – 700 001	Yet to be allotted	10017429

Demat ISIN Number:

CDSL & NSDL (Equity Shares) : INE993L01015.

5. Market Price date high and low during each month in the last financial year:

As there are no trading of the shares during the financial year 2012-2013. In MSE, the relevant data is not available.

**6. Registrar and Transfer Agents:**

All the work relating to the Share registry for the Shares held in the physical form as well as the shares held in the Electronic (demat) form is being done at one single point and for this purpose SEBI registered category I Registrar and Transfer Agent has appointed, whose details are given below:

M/s. Bigshare Services Private Limited  
 G-10, Right Wing, Amrutha Ville, Opp: Yashoda Hospital  
 Somajiguda, Raj Bhavan Road, Hyderabad – 500 082, Andhra Pradesh.  
 Tel:+ 91 40 2337 4967/23370295  
 Fax: + 91 40 2337 0295  
 Email: www.bigshareonline.com

**7. Share Transfer System:**

The Board of Directors has delegated the power of approving transfer of shares to the Managing Director of the he Company and the details regarding the transfers are placed before the board of directors at the subsequent meeting for tir approval.

The Share transfer Instruments which are received in physical form, are processed by Company R&T Agent is M/s. Bigshare Services Private Limited, Hyderabad and the share certificates are dispatched within a period of 30 days from the date of receipt thereof, subject to the documents being complete and valid in all respects. The request for dematerialization of shares are also processed by R&T Agent within the stipulated time and uploaded with the concerned depositories.

Under clause 47 (c) of the Listing Agreement Company Secretary in practice examines the records and procedure of transfers and issues half year certificate which is being sent to the Stock Exchanges where the Company Shares are listed. Reconciliation of Share Capital Audit Report is conducted on Quarterly basis by a Practicing Company Secretary for the purpose of, inter alia, reconciliation of the total submitted equity share capital with the depositories and in the physical form with the total issued/paid up equity capital of the company, certificates are placed before the board of directors, which is being sent to the stock exchanges where the shares of the company are listed.

Distribution of Shareholding as at 31st March, 2013:

The Shareholding distribution of equity shares as on 31st March, 2013 is given hereunder:  
 Nominal Value of each share is Rs. 10/-

No. of Equity Shares (slab)	No. of Shareholders		No. of Shares (Amount in Rs.)	
	Total	%	Total	%
1	435	68.82	158000	0.18
5000	41	6.48	283000	0.31
10001	60	9.49	851000	0.95
20001	43	6.80	1155000	1.28
30001	4	0.63	154000	0.17
40001	5	0.79	222000	0.25
50001	19	3.00	1310000	1.46
100001	12	1.89	2353000	2.62
500001	4	0.63	3112000	3.46
1000001	3	0.47	4992000	5.54
10000001	6	0.94	75371000	83.78
Total	632		89961000	100.00

**Shareholding Pattern as on 31st March, 2013:**

<b>Category of Shareholder</b>	<b>No. of Share holders</b>	<b>Total No. of Shares</b>	<b>%</b>
Promoter's Shareholding	2	2528800	28.11
Total promoters Holding (A)	2	2528800	28.11
Public Shareholding			
Institutional Investors:			
Mutual Funds	-	-	-
Financial Institutions/banks/ Insurance Companies	-	-	-
Foreign Institutional Investors	-	-	-
Foreign Companies	-	-	-
Any other	-	-	-
Non-Institutional Investors:			
Bodies Corporate	4	5008300	55.68
Individuals	626	1459000	16.21
Others:			
Non-resident Individuals	-	-	-
Overseas Corporate Bodies	-	-	-
Trust	-	-	-
Clearing Members	-	-	-
Total Public Shareholding (B)	630	6467300	71.89
Shares held by Custodians and against Depository Receipts ( c )	-	-	-
<b>Total (A+B+C)</b>	<b>632</b>	<b>8996100</b>	<b>100.00</b>

**Dematerialization of Shares:**

As on 31st March, 2013, the number of equity shares held in dematerialized form was 8291900(92.17%) and in physical form was 704200(7.83%) equity Shares.

**Compliances under Listing Agreement:**

Company is regularly complying with the provisions of the Listing Agreement. Information, Certificates and returns as required under Listing Agreements are Sent to the Stock Exchanges within the prescribed time.

**Plant locations:**

There are no plants, as the Company is not involved in any manufacturing operations.

**Address for Correspondence:**

For any query in Physical Shares

M/s. Bigshare Services Private Limited  
G-10, Right Wing, Amrutha Ville, Opp: Yashoda Hospital  
Somajiguda, Raj Bhavan Road, Hyderabad – 500 082, Andhra Pradesh.  
Tel: + 91 40 2337 4967/23370295  
Fax: + 91 40 2337 0295  
Email: [www.bigshareonline.com](http://www.bigshareonline.com)

**For any other Queries:**

Registered office of the Company  
H.No. 8-2-293, Block III, Road No. 82, Plot No. 382,  
Jubilee Hills, Hyderabad – 500 033, Andhra Pradesh  
Phone : + 91 4067229000(18 lines)  
Fax: + 91 4067229099  
Email: [geetha@genera.in](mailto:geetha@genera.in)  
Website: [www.genera.in](http://www.genera.in)



## CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

(Issued in accordance with the Provisions of clause 49 of the listing Agreement)

I Mr. M. Rajesh Naidu, Managing Director of M/s Genera Agri Corp Limited certify:

1. That we have reviewed the financial statements, and the cash flow statement for the year ended 31st March, 2013 and to the best of our knowledge and belief, we state that;
  - The statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and
  - These Statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations.
2. That 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 violation of the Company's code of conduct;
3. That we accept responsibility for establishing and maintaining internal controls, 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 the operation of internal controls, if any, of which we are aware and the steps that we have taken or purpose to take and rectify the identified deficiencies; and
4. That we have informed the auditors and the Audit Committee of:
  - Significant changes in the internal control during the year:
  - Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - There is no instances of significant fraud of which we have become aware.

(M. Rajesh Naidu)  
**Managing Director**

Place: Hyderabad  
Date : 6th September, 2013



## DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

In accordance with sub clause I(D) Clause 49 the Listing Agreement with the Stock Exchanges, I Mr. M. Rajesh Naidu, Managing Director of Genera Agri Corp Limited hereby confirm that all the Board Members and Senior Management Personnel have affirmed compliance with Company's Code of Conduct for the financial year ended 31st March, 2013.

(M. Rajesh Naidu)  
**Managing Director**

Rambabu Rupakula  
**Director**

Place: Hyderabad  
Date: 6th September, 2013



## CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To  
**The Members of**  
**M/s Genera Agri Corp Limited**  
Hyderabad

We have examined the compliance of conditions of Corporate Governance by **M/s. Genera Agri Corp Limited** for the year ended on **31st March, 2013**, as stipulated in Clause 49 of the Listing Agreement of the said company with Stock Exchanges.

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

In our opinion, and to the best of our information and according to the explanation given to us:

We certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing Agreement.

We state that no investor grievance is pending for a period exceeding one month, against the Company as per the records maintained by the Shareholder/ Investor Grievance Committee.

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

**For HariVaraPrasad Associates**  
Chartered Accountants  
(Registration No. 004887s)

Y. HariVara Prasad Rao  
**Proprietor**  
(Membership No. 29740)

Place: Hyderabad  
Date : 6th September, 2013

## AUDITOR'S REPORT

To  
**THE MEMBERS OF**  
**M/s. GENERA AGRI CORP LIMITED,**  
HYDERABAD.

1. We have audited the attached Balance Sheet of **M/s. Genera Agri Corp Limited**, as at **31st March 2013** and the statement of Profit and Loss account for the period ended on that date and Cash Flow statement for the period ended on that date both annexure thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principle used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956. We enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - I. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - II. In our opinion, proper books of accounts as required by law have been kept by the company so far, as appears from our examination of such books and proper returns adequate for the purpose of our audit have been received from the branches not visited by us.
  - III. The Balance sheet, Profit and Loss account and Cash Flow statements dealt with by this report are in agreement with the books of account.
  - IV. In our opinion, the Balance sheet, Profit and Loss account and Cash flow statements dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - V. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Accounting policies and notes thereon give the information required by the Companies Act 1956, in the manner so required and give a true 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; and
    - b) In the case of Profit and Loss account, of the profit for the year ended on that date.
    - c) In the case of Cash Flow statements, of the Cash flows for the year ended on that date.

**FOR HARI VARA PRASADA & ASSOCIATES**  
Chartered Accountants  
Firm Registration No.004887s

(Y. HARI VARA PRASADA RAO)  
**Proprietor**  
Membership No.029740

Place: Hyderabad  
Dated: 30/05/2013

**Annexure referred to in paragraph 3 of our report of even date:**

1.
  - a. The Company has maintained proper records showing full particulars including quantitative details and situations of Fixed Assets.
  - b. The fixed Assets have been physically verified by the management. There is annual verification of fixed assets, which in our opinion is reasonable having regard to the size of the company and the nature of its asset. No material discrepancies have been noticed on such verification.
  - c. During the year, the Company has not disposed of any part of the plant or machinery.
2.
  - a. The inventory has been physically verified during the year by the management. In our opinion the frequency of verification is reasonable.
  - b. The procedures of physical verification of inventories followed by management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c. The company is maintaining proper records of inventory. The discrepancies noticed on such verification between the physical stocks and the book records were not material.
3.
  - a. As informed the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 310 of the Companies Act, 1956.
  - b. As informed, the Company has taken loans from other companies covered in the registers maintained under section 301 of the Companies Act, 1956.  
No of parties :2 amount involved Rs 680lakhs.  
  
The company has taken interest free loans from the above parties. Hence the rate of interest and other terms conditions in respect of loans taken by the company does not arise.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. According to the information and explanations given to us, there were no transactions of purchase and sale of goods and materials made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the companies act 1956, and aggregating value during the year Rs 5,00,000/- or more in respect of each party
6. In our opinion the company has an internal audit system commensurate with the size and nature its business
7. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits during the year.
8. We have broadly reviewed the books of account Maintained by the company in respect products where ,pursuant to the rules made by the central government of India ,the maintenance of cost records has been prescribed under clause (d)of subsection(1) of section 209 of the Act ,and are of the opinion that ,prima facie ,the prescribed accounts and records have been made and maintained .We have not ,however ,made a detailed examination of the records with a view to determine whether they are accurate or complete. .
9. The company has no accumulated losses as on 31st March 2013 and it has not incurred any cash losses in financial year ended on the date or in the immediately preceding financial year
10.
  - a. The company is regular in depositing with appropriate authorities Insurance, Sales Tax, and other material statutory dues applicable to it except PF and ESI .and income tax. . The arrears of income tax is Rs4.63lakhs for a period more than six months from the date the y became payable.
  - b. According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
11. In our opinion and according to the information and explanations given to us, the company has not defaulted in

repayment of dues to Financial Institution, Bank or Debenture Holders.

12. According to the information given to us, during the year the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the company is not a chit fund or nidhi / mutual fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
14. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
15. In our opinion and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
16. In our opinion and explanations given to us, the company has not taken any Term loans during the period under audit.
17. According to the information and explanation given to us and on an overall examination of the balance sheet of the company, and cash flow statement, we report that the no funds raised on short-term basis have been used for the long-term investment. No long- term funds have been used to finance short-term assets except permanent working capital.
18. According to the information and explanation given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 310 of the Companies Act 1956.
19. According to the information and explanation given to us, the company has not created any security in respect of debentures.
20. The company has not raised any money by public issues.
21. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**FOR HARI VARA PRASADA & ASSOCIATES**

Chartered Accountants  
Firm Registration No.004887s

(Y. HARI VARA PRASADA RAO)

**Proprietor**

Membership No.029740

Place : Hyderabad

Date: 30/05/2013

## BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No	As on 31/03/13	As on 31/03/12
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	89,961,000	89,961,000
(b) Reserves and Surplus	3	578,217,169	483,743,809
<b>(2) Share application money pending allotment</b>			
		-	-
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	4	-	-
(b) Deffered tax liabilities (Net)	5	1,630,509	1,575,066
(c) Other Long term liabilities	6	-	-
(d) Long term provisions	7	-	-
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings	8	69,614,742	68,000,000
(b) Trade payables	9	44,780,895	44,928,729
(c) Other current liabilities	10	1,889,514	826,575
(d) Short-term provisions	11	4,407,063	2,721,251
<b>Total</b>		<b>790,500,892</b>	<b>691,756,430</b>
<b>II.Assets</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	12	63,762,391	67,877,918
(ii) Intangible assets	13	-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	14	35,137,593	35,137,593
(c) Deffered tax assets (net)		-	-
(d) Long term loans and advances	15	261,055,497	230,511,214
(e) Other non-current assets	16	-	-
(f) Long term deposits		-	-
<b>(2) Current assets</b>			
(a) Current investments	17	-	-
(b) Inventories	18	115,025,900	94,536,550
(c) Trade receivables	19	185,353,782	135,738,106
(d) Cash and cash equivalents	20	3,931,778	9,161,970
(e) Short-term loans and advances	21	119,213,532	118,733,962
(f) Other current assets	22	7,020,419	59,117
<b>Total</b>		<b>790,500,892</b>	<b>691,756,430</b>
<b>Summary of Significant Accounting Policies</b>			
	33		

The accompanying Notes are an Integral Part of the Financial Statements

For and on behalf of the Board

AS PER OUR REPORT OF EVEN DATE

for **Hari Vara Prasada & Associates**

Chartered Accountants

Reg.No. 004887s

Rajesh Naidu Munirathnam

**Managing Director**

Y. Hari Vara Prasada Rao

**Proprietor**

M.No. 029740

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

Particulars	Note No	As on 31/03/2013	As on 31/03/2012
I. Revenue from operations	23	784,789,388	986,804,533
II. Other Income	24	403	-
Increase / (Decrease) in stock	25	20,489,350	39,465,817
<b>III. Total Revenue (I + II)</b>		<b>805,279,141</b>	<b>1,026,270,350</b>
IV. Expenses:			
Cost of materials consumed	26	471,104,823	215,763,619
Purchase of Stock-in-Trade	27	1,181,437	20,130,700
Employee benefit expense	28	31,056,938	43,182,127
Other operating expenses	29	197,614,165	530,427,763
Administrative Expenses	30	5,326,710	12,977,920
Financial costs	31	-	-
Depreciation and amortization expense	12 & 13	4,200,091	4,097,734
Other expenses	32	-	-
<b>Total Expenses</b>		<b>710,484,164</b>	<b>826,579,863</b>
V. Profit before exceptional and extraordinary items and tax (III - IV)		94,794,977	199,690,487
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		94,794,977	199,690,487
VIII. Extraordinary Items		-	-
<b>IX. Profit before tax (VII - VIII)</b>		<b>94,794,977</b>	<b>199,690,487</b>
X. Tax expense:		266,174	463,200
(1) Current tax		55,443	165,400
(2) Deferred tax		-	-
XI. Profit (Loss) from the period from continuing operations (IX - X)		94,473,360	199,061,887
XIII. Prior period adjustments		-	-
<b>XV. Profit/(Loss) Transferred to Balance Sheet (XI - XIV)</b>		<b>94,473,360</b>	<b>199,061,887</b>
XVI. Earning per equity share:			
(1) Basic		10.50	22.13
(2) Diluted		10.50	22.13
<b>Summary of Significant Accounting Policies</b>	33		

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE  
for **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg.No. 004887s

Y. Hari Vara Prasada Rao  
**Proprietor**  
M.No. 029740

For and on behalf of the Board

Rajesh Naidu Munirathnam  
**Managing Director**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**  
**(ALL AMOUNTS IN INDIAN RUPEES EXCEPT FOR SHARE DATA OR OTHERWISE STATED)**

	<b>As at 31/03/2013</b>	<b>As at 31/03/2012</b>
<b>A. Cash flow from operating activities</b>		
<b>Net profit / (Loss) before tax</b>	90,539,443	199,690,487
<b>Adjustments for:</b>		
Preliminary Expenses Written Off	-	-
Depreciation	4,200,091	4,097,734
<b>Operating profit before working capital changes</b>	94,739,534	203,788,221
<b>Movements in working capital :</b>		
Increase in Trade Receivables	(49,615,676)	(59,806,059)
Increase in Inventories	(20,489,350)	(39,465,817)
(Increase) /Decrease in Short term loans and advances	(479,570)	(29,630,292)
Increase in other current assets	(6,961,302)	150,868
Increase in Trade Payables	(147,834)	29,692,666
Increase ( Decrease) in Other Current Liabilities	2,804,194	(866,630)
<b>Cash generated from /(used in) operations</b>	<b>19,849,996</b>	103,862,957
Taxes paid	266,174	186,410
<b>Net cash used in /(generated from ) operating activities</b>	<b>19,583,822</b>	103,676,547
<b>B. Cash flows from investing activities</b>		
Purchase of fixed assets	4,115,527	(3,583,504)
Increase in Investments	-	(35,137,593)
Increase in Long term loans and advances	(30,544,283)	(170,390,656)
Interest and other income received	-	-
<b>Net cash used in investing activities</b>	<b>(26,428,756)</b>	(209,111,753)
<b>C. Cash flows from financing activities</b>		
Proceeds Share capital	-	-
Other Short term Borrowings (Net)	1,614,742	68,000,000
Other Long term Secured & Unsecured Loans (Net)	-	-
Interest received	-	-
Interest paid	-	-
<b>Net cash generated from /(used in) financing activities</b>	<b>1,614,742</b>	68,000,000
<b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>	<b>(5,230,192)</b>	(37,435,206)
Cash and cash equivalents at the beginning of the year	<b>9,161,970</b>	46,597,176
<b>Cash and cash equivalents at the end of the year</b>	<b>3,931,778</b>	9,161,970

This is the Cash Flow Statement referred to in our report of even date.

AS PER OUR REPORT OF EVEN DATE  
for **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg.No. 004887s

Y. Hari Vara Prasada Rao  
**Proprietor**  
M.No. 029740

Place : Hyderabad  
Date : 30/05/2013

For and on behalf of the Board

Rajesh Naidu Munirathnam  
**Managing Director**

**NOTE NO. 2 : SHARE CAPITAL**

S.NO.	Particulars	As on 31/03/2013		As on 31/03/2012	
		No of Shares		No of Shares	
<b>a</b>	<b>Share Capital ( For each class of capital )</b>				
	(a) Authorised	30,000,000	300,000,000	30,000,000	300,000,000
	(b) Issued	30,000,000	300,000,000	30,000,000	300,000,000
	(c) Subscribed & Fully Paid Up	9,006,050	90,060,500	9,006,050	90,060,500
	(d) Subscribed & not fully paid up, Shares forfeited (Rs. 5/-Paid up)	19900	99,500	19,900	99,500
(e) Par value per share Rs. 10					
	<b>Total Equity Share capital</b>	<b>8,996,100</b>	<b>89,961,000</b>	<b>8,996,100</b>	<b>89,961,000</b>
<b>b</b>	<b>A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:</b>	<b>Number of Shares</b>		<b>Number of Shares</b>	
	Equity Shares of Rs.10Each, Fully paid up :				
	At the Beginning		8,996,100		8,996,100
	Fully paid up during the year		-		-
	Issued during the year - Bonus Issue		-		-
	Issued during the year - Cash Issue		-		-
Issued during the year - ESOP		-		-	
Forfeited / Bought Back during the year		-		-	
	<b>At the end</b>		<b>8,996,100</b>		<b>8,996,100</b>
<b>c</b>	<b>Details of Shareholder holding more than 5% shares of the company:</b>	<b>% of Share Holding</b>			
		<b>2012-13</b>		<b>2011-12</b>	
		<b>No. of Shares</b>	<b>% of Shares</b>	<b>No. of Shares</b>	<b>% of Shares</b>
	Equity Shares of Rs. 10 each Held By				
	M. Rajesh Naidu	1,315,000	15%	1,333,800	15%
M. Kalpana Raj	1,213,800	13%	1,213,800	13%	
Realnet Infra Projects Private Limited	1,320,300	15%	1,320,300	15%	
Sparrowhill Advisory Private Limited	1,290,000	14%	1,290,000	14%	
Nixon Infra Projects Private Limited	1,200,000	13%	1,200,000	13%	
Sky Line Portfolio Services Private Limited	1,198,000	13%	1,200,000	13%	

**NOTE NO. 3 : RESERVES AND SURPLUS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>RESERVES AND SURPLUS</b>		
	a) Capital reserve		
	As at the commencement of the year	99,500	99,500
	Add: Additions during the year	-	-
	Less: Utilised during the year	-	-
		<b>99,500</b>	99,500
	b) General Reserves		
	As at the commencement of the year	97,000	97,000
	Add: Additions during the year	-	-
	Less: Utilised for ----- during the year	-	-
		<b>97,000</b>	97,000
	c) Surplus :		
	i) Opening Balance - Profit and Loss Account	483,547,309	284,485,422
	Add: Transfer from Profit & Loss Account	94,473,360	199,061,887
	Less: Transfer To General Reserve	-	-
	Less: Dividend	-	-
	Less: Bonus shares	-	-
	Less: Transfer to/from reserves.	-	-
		578,020,669	483,547,309
II	<b>A Reserve specifically represented by earmarked investments</b>	-	-
	<b>Total Reserves and Surplus</b>	<b>578,217,169</b>	483,743,809

**NOTE NO. 4 : LONG TERM BORROWINGS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Long Term borrowings</b>		
	a) Bonds/debentures		
	Secured	-	-
	Unsecured	-	-
	b) Term loans:		
	From banks:		
	Secured	-	-
	Unsecured	-	-
	<b>Total long term borrowings</b>	<b>-</b>	<b>-</b>

**NOTE NO. 5 : DEFERRED TAX LIABILITY (NET)**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Opening Deferred tax Liability</b>	-	-
	Add:		
	Deferred Tax Liability for the year ( Due to SLM and WDV Difference )	1,630,509	1,575,066
	Deferred Tax Liability for the year ( Due to Others )		
	<b>Gross Deferred tax Liability</b>	<b>1,630,509</b>	<b>1,575,066</b>
	Opening Deferred tax Asset	-	-
	On account of Carried forward loss	-	-
	<b>Gross Deferred tax Asset</b>	-	-
	<b>Deferred Tax Liability/ ( Asset ) - Net</b>	<b>1,630,509</b>	<b>1,575,066</b>

**NOTE NO. 6 : OTHER LONG TERM LIABILITIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Trade Payables & Others	-	-
	- Advance from Customers		
	- Other Liabilities		
	b) Others ( specify the nature)	-	-
	<b>Total other long term liabilities</b>	<b>-</b>	<b>-</b>

**NOTE NO. 7 :LONG TERM PROVISIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Provisions for employee benefits	-	-
	- Provision for Gratuity		
	- Provision for Leave Encashment		
	- Provision for bad debts		
	- Superannuation		
	- Esop / Esos		
	b) Others	-	-
	<b>Total Long Term Provisions</b>	<b>-</b>	<b>-</b>

**NOTE NO. 8 : SHORT TERM BORROWINGS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Short term borrowings</b>		
	a) Loans repayable on demand:		
	From banks		
	Secured	-	-
	Unsecured	1614742	-
	From other parties		
	Secured	-	-
	Unsecured (Directors)	68,000,000	68,000,000
	<b>Total short term borrowings</b>	<b>69,614,742</b>	68,000,000

**NOTE NO. 9 : TRADE PAYABLES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Trade Payables	44,780,895	44,928,729
	b) Acceptances	-	-
	c) Dues to Micro & Small Medium Enterprises	-	-
	<b>Total Trade Payables</b>	<b>44,780,895</b>	44,928,729

**NOTE NO. 10 OTHER CURRENT LIABILITIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Current maturities of finance lease obligation	-	-
	b) interest accrued but not due on borrowings	-	-
	c) Interest accrued and due on borrowings.	-	-
	d) Income received in advance.	-	-
	e) Unpaid dividend.	-	-
	f) Application money due for refund and interest on the same. (Details to be disclosed for the same)"	-	-
	g) Unpaid matured deposits and interest accrued thereon.	-	-
	h) Unpaid matured debentures and interest accrued thereon.	1,889,514	826,575
	i) Other Payables ( Advance received from Customers.)		
	<b>Total other current liabilities</b>	<b>1,889,514</b>	826,575

**NOTE NO. 11 : SHORT TERM PROVISIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Provisions for employee benefits		
	PF Payable	-	-
	Salaries Payable	-	-
	b) Others ( Specify the nature )		
	Other Expenses Payable	3,199,659	1,329,421
	TDS Payable	383,030	383,030
	Provision for Income Tax	729,374	463,200
	Audit Fee Payable	95,000	45,000
	Director's Remuneration Payable	-	500,600
	<b>Total short term provisions</b>	<b>4,407,063</b>	<b>2,721,251</b>

**NOTE NO. 12 & 13 : FIXED ASSETS AS ON 31ST MARCH 2013**

SI.No.	Particulars	G R O S S B L O C K			D E P R E C I A T I O N / A M O R T I Z A T I O N			N E T B L O C K	
		As on 01.04.2012	Additions during the year	As on 31.03.2013	Dep. As on 01.04.2012	Dep. For the year 2012-13	Total Depreci- ation	As on 31.03.2013	As on 31.03.2012
1	Land	579,800	-	579,800	-	-	-	579,800	579,800
2	Building	20,340,123	-	20,340,123	3,007,545	679,360	3,686,905	16,653,218	17,332,578
3	Poli House Shared Net House & Pendals	39,468,468	-	39,468,468	5,675,595	1,874,752	7,550,347	31,918,121	33,792,873
4	Electrical Equipment	4,086,466	40,124	4,126,590	282,999	195,868	478,867	3,647,723	3,803,467
5	Lab Equipments	-	-	-	-	-	-	-	-
6	Office Equipment	1,343,453	31,500	1,374,953	63,438	64,880	128,318	1,246,635	1,280,015
7	Computers	3,674,834	12,940	3,687,774	2,359,571	597,231	2,956,802	730,972	1,315,263
8	Furniture	9,574,375	-	9,574,375	1,237,959	606,058	1,844,017	7,730,358	8,336,416
9	Vehicles	1,915,183	-	1,915,183	477,677	181,942	659,619	1,255,564	1,437,506
10	Intangibe Fixed Assets	-	-	-	-	-	-	-	-
11	Capital Work In Progress	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>80,982,702</b>	<b>84,564</b>	<b>81,067,266</b>	<b>13,104,784</b>	<b>4,200,091</b>	<b>17,304,875</b>	<b>63,762,391</b>	<b>67,877,918</b>
	Previous Year	75,558,894	5,423,808	80,982,702	9,007,050	4,097,734	131,104,784	67,877,918	66,551,844



**NOTE NO. 16 : OTHER NON-CURRENT ASSETS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Long term Trade receivable</b> ( Including trade receivables on deferred credit basis)	-	-
	Secured, considered good	-	-
	Unsecured considered good	-	-
I	Doubtful	-	-
	Unamortised Expenses	-	-
	Interest Accrued on Deposits	-	-
	Insurance Claims	-	-
	Dividend receivable	-	-
	Interest accrued on investments	-	-
II	Export incentive Receivable	-	-
	Others ( specify the nature )	-	-
	Preliminary Expenses	-	-
	<b>Total other non current assets</b>	-	-
	Less : Provision for Bad and Doubtful debts	-	-
	<b>Total non - current assets ( net )</b>	-	-
	Note : Debts due by directors and officers shall be disclosed separately		

**NOTE NO. 17 : CURRENT INVESTMENTS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Current Investments :</b>		
	a) Investment in Equity Instruments	-	-
	b) Investment in Preference Shares	-	-
	c) Investment in government of trust securities	-	-
	d) Investment in Debentures/ Bonds	-	-
	e) Investment in Mutual funds	-	-
	f) Investment in Partnership firm	-	-
	g) Other Investments	-	-
	<b>Total Current Investments</b>	-	-

**NOTE NO. 18 : INVENTORIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
1	<b>Inventories :</b> a) Raw materials b) Work - in - progress c) Finished goods d) Stock - in - trade ( in respect of goods acquired for trading ) e) Stores and spares f) Loose tools g) Others	115,025,900	94,536,550
	<b>Total Inventories</b>	<b>115,025,900</b>	94,536,550

**NOTE NO. 19 : TRADE RECEIVABLES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
1	<b>Outstanding for a period exceeding six months from the date they are due for payment</b> Secured, Considered Good Unsecured, Considered Good Doubtful	- - -	- - -
	<b>Total</b>	-	-
	<b>Other Receivables:</b> Secured, Considered Good Unsecured, Considered Good Doubtful	- 185,353,782 -	- 135,738,106 -
	<b>Total trade receivable</b>	185,353,782	135,738,106
	Less : Allowance for bad & doubtful debts	-	-
	<b>Total Trade Receivables (net)</b>	<b>185,353,782</b>	135,738,106

**NOTE NO. 20 : CASH AND BANK BALANCES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Cash and cash equivalents :</b>		
	a) Balances with banks :		
	1) On Current Accounts	226,350	1,068,980
	2) Margin Money	-	-
	3) Bank deposits with more than 12 months maturity	-	-
	4) Un Paid Dividend Account	-	-
	b) Cheques, Draft on hand	-	-
	c) Cash on hand	3,705,428	8,092,990
	d) Others	-	-
	Sub Total	3,931,778	9,161,970
	<b>Other Bank Balances</b>		
	On Deposit Accounts		
	1) Having Maturity more than 3 Months but less than or equal to 12 months from date of deposit	-	-
	2) Having Maturity more than 12 Months from date of deposit	-	-
3) On Margin Money Deposit Accounts	-	-	
Sub Total	-	-	
<b>Total Cash and Cash Equivalents</b>	<b>3,931,778</b>	<b>9,161,970</b>	

**NOTE NO. 21 : SHORT TERM LOANS AND ADVANCES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Short - term loans and advances:</b>		
	a) Security Deposit		
	Secured	-	-
	Unsecured	-	-
	Doubtful	-	-
	b) Loans and advances to related parties ( giving details thereof)		
	Secured	-	-
	Unsecured	-	-
	Doubtful	-	-
	c) Other loans And advances ( Specify the nature )		
	Unsecured		
	Un Secured Loan/Staff advance/Labour Advance	150,044	150,044
	Advance given at site/field staff	15,232,915	15,232,915
	Shukra Chits Pvt Ltd	95,798	95,798
Intercorporate deposits	103,734,775	103,255,205	
<b>Total short term loans &amp; advances</b>	<b>119,213,532</b>	<b>118,733,962</b>	
Less : Provision for Doubtful Debts	-	-	
<b>Total short term loans &amp; advances ( net )</b>	<b>119,213,532</b>	<b>118,733,962</b>	

**NOTE NO. 22 : OTHER CURRENT ASSETS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Deposits	190,000	-
	Genera Fresh	1,535,303	-
	HDFC credit Cards	485,000	-
	Sodexo SVC India Pvt Ltd	3,205,000	-
	Ticket Restaurant	1,546,000	-
	Input Vat Advance	59,117	59,117.00
	<b>Total</b>	<b>7,020,419</b>	59,117.00

**NOTE NUMBERS TO STATEMENT OF PROFIT & LOSS**
**NOTE NO. 23 : REVENUE FROM OPERATIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
A	<b>Export sales</b>		
	Product Produced by the Company	-	-
	Product Traded by the Company	-	3,330,772
	Total (A)	-	3,330,772
B	<b>Domestic - Sales</b>		
	Product Produced by the Company (Fruits&Veg.)	767,299,980	958,907,696
	Product Traded by the Company (Retail)	17,489,408	24,566,065
	Total (B)	784,789,388	983,473,761
	Total (A+B)	784,789,388	986,804,533
	<b>Total Revenue from Operations</b>	<b>784,789,388</b>	986,804,533

**NOTE NO. 24 : OTHER INCOME**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	(a) Interest income (On Inter Corporate Deposit)	403	-
	<b>Total Other Income</b>	<b>403</b>	-

**NOTE NO. 25 : CHANGE IN INVENTORIES AND WIP**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Finished Goods</b>		
	Finished goods at the beginning of the year	94,536,550	55,070,733
	Less : Finished goods at the end of the year	115,025,900	94,536,550
	Sub Total (A)	(20,489,350)	(39,465,817)
	<b>(Increase) / Decrease in Inventories</b>	<b>(20,489,350)</b>	<b>(39,465,817)</b>

**NOTE NO. 26 : COST OF CONTRACTS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Agri input purchases	471104823	215,763,619
	<b>Total Agri Input Purchases</b>	<b>471,104,823</b>	215,763,619

**NOTE NO. 27 : PURCHASE OF STOCK IN TRADE**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Products Traded (Retail)	1181437	20130700
	<b>Total Trade Purchases</b>	<b>1181437</b>	20130700

**NOTE NO. 28 : EMPLOYEE BENEFIT EXPENSES (AGGREGATE EXPENDITURE)**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Salaries & Wages	30,219,206	41,180,038
	Staff welfare expenses	607,239	1,864,414
	Contribution to Provident and other Funds	230,493	137,675
	<b>Total Employee Benefit Expenses</b>	<b>31,056,938</b>	43,182,127

**NOTE NO. 29 : OTHER OPERATING EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Cultivation & Farming Expenses	194,983,002	515,807,278
	Ware House Maintenance	24,000	144,728
	Diesel & Petrol Charges	1,065,637	-
	Research and Development expenses	-	1,656,000
	Office Rent & Store Rent	1,153,500	2,840,258
	Rates and Taxes	5,000	1,384,982
	Office & Stores Maintenance	63,375	427,086
	Other Repairs & Maintenance	319,651	78,260
	Power and Fuel	-	8,089,171
	<b>Total Other Operating Expenses</b>	<b>197,614,165</b>	<b>530,427,763</b>

**NOTE NO. 30 : ADMINISTRATIVE EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Computer Maintenance	11,006	15,384
	Insurance	13,201	87,532
	Electricity Charges	167,461	-
	Corporate Affairs	442,910	-
	Printing & Stationery	146,074	412,217
	Licence Renewal	15,656	-
	Postage, Telephone and Telex	400,860	659,983
	Trade Mark Registration	4,000	-
	Traveling and Conveyance	473,966	1,238,143
	HDFC card services	442,546	-
	Loading & Unloading Charges	1,190,159	-
	Professional Tax-Corp.	45,748	-
	Retail Maintenance	50,063	-
	Books & Periodicals	-	49,650
	Legal, Secretarial and Share Registry	-	-
	ROC Filing Fee	-	803,743
	Share Registration fee	-	-
	Stock Exchange Fee	-	-
	Listing Custodial fee	-	48,887
	Legal & Professional and Consultancy Charges	487,599	3,831,824
	Business Promotion & Advertisement expenses	461,446	286,693
	Depository charges	-	-
	Auditors remuneration	50,000	50,000
	Donations (80G)	-	60,000
	Internet charges	1,448	40,860
	Medical expenses	-	156,500
	Vehicle maintenance	324,017	539,699
	Foreign traveling expenses (managing director)	-	599,926
	Insurance	-	21,909
	Web designing	-	29,000
	Meeting expenses (Farmers & Retail)	-	35,650
	Bad Debts/Advance written off	-	3,510,500
	Miscellaneous	228,743	317,309
	Garden Maintenance	340,300	-
	<b>Total Administrative Expenses</b>	<b>5,297,203</b>	<b>12,795,409</b>

**NOTE NO. 31 : FINANCE COST**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	(a) Bank Charges	29,507	182,511
	<b>Total Finance Cost</b>	<b>29,507</b>	182,511

**NOTE NO. 32 : OTHER EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Other expenses ( Specify the Nature )	-	-
	<b>Total Other expenses</b>	-	-

**NOTE NO. 33 : EARNINGS PER SHARE**

Particulars	Units of Measurement	31/03/2013 Amount in Rs.	31/03/2012 Amount in Rs.
1. Net Profit/(Loss) after tax	(Amount in Rs.)	94,473,360	199,061,887
2. Number of Equity shares (fully paid up)	(Numbers)	8,996,100	8,996,100
3. Earnings per share - Basic & Diluted ( Face value of Rs. Per share)	[ 1 ] / [ 2 ]	10.50	22.13

Note: The Company has no dilutive instruments as at March 31, 2012. As such dilutive earnings per share equals to Basic Earnings per share.

**NOTE NO. 34 : AUDITOR'S REMUNERATION**

Particulars	As on 31/03/2013	As on 31/03/2012
<b>Fee towards:</b>		
Statutory Audit	50,000	50,000
Tax Audit and representation	-	-
Limited Review	-	-
Certification and other Service	-	-
<b>Total</b>	<b>50,000</b>	50,000

**NOTE NO. 35 : COST OF MATERIAL CONSUMED**

Particulars	%	As on 31/03/2013	As on 31/03/2012
Imported	NIL	NIL	NIL
Indigenuos	100%	471,104,823	215,763,619
		<b>471,104,823</b>	215,763,619

**NOTE NO. 36 : EXPENDITURE IN FOREIGN CURRENCY**

Particulars	As on 31/03/2013	As on 31/03/2012
Travel & Conveyance	-	599,926
<b>Total</b>	-	599,926

**NOTE NO. 37 : SEGMENT REPORTING**

The Company operates in three business segments i.e. farm sale, export sales and retail sales. Segment Report (AS17) issued by ICAI is not applicable because, the value of export sales and reatail sale are not significant in the total turnover.

**NOTE NO. 38 : WORKINGS FOR AS 15 - ACTUARIAL LIABILITY TO BE GIVEN**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
<b>I</b>	<b>CHANGES IN PRESENT VALUE OF OBLIGATIONS</b>		
	PVO at beginning of period	117,951	103,198
	Interest cost	9,436	8,256
	Current service cost-(non-vested benefits)	10,134	117,951
	Past service cost-(non-vested benefits)	0	0
	Past service cost-(vested benefits)	0	0
	Benefits paid	0	0
	Actuarial (GAIN)/loss on obligation	15,805	-111,454
	PVO at end of period	153,326	117,951
<b>II</b>	<b>CHANGES IN FAIR VALUE OF PLAN ASSETS</b>	0	0
	Fair value of plan assets at beginning of period	0	0
	Expected return on plan assets	0	0
	Contribution	0	0
	Benefit paid	0	0
	Actuarial gain/(loss) on plan asset	0	0
	Fair value of plan assets at end of period	0	0

**NOTE NO. 38 : Continued**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
<b>III</b>	<b>FAIR VALUE OF PLAN ASSETS</b>	0	0
	Fair value of plan assets at beginning of period	0	0
	Actual return on plan assets	0	0
	Contributions	0	0
	Benefit paid	0	0
	Fair value of plan assets at end of period	0	0
	Funded status (including unrecognized past service cost)	153,326	-117,951
	Excess of actual over estimated return on plan assets	0	0
<b>IV</b>	<b>EXPERIENCE HISTORY</b>	<b>31-Mar-13</b>	31-Mar-12
	(Gain)loss on obligation due to change in assumption	0	0
	Experience (gain)/loss on obligation	15,805	111,454
	Actuarial gain/(loss) on plan assets	0	0

**39 : 1 Related party disclosure as per Accounting Standard – 18 issued by the Institute of Chartered Accountants of India:**

Name of the Related parties and discriptions of relationship
<b>Subsidiaries</b>
1 Genera Agri Global Limited
2.Genera Agri Tanzania Limited, Tanzania
<b>Key Managerial Personnel:</b>
RaJesh Naidu Munirathnam
Kalpana Raj Munirathnam

**NOTE NO. 40 :**

Details of Transactions	Subsidiaries		Key Management Personnel	
	2013	2012	2013	2012
<b>Remuneration</b>				
Mr.M.Rajesh Naidu			2,400,000	2,400,000
Mrs.M.Kalpana Raj			900,000	1,200,000
<b>Total</b>			<b>3,300,000</b>	3,600,000
<b>Advances</b>				
	33,789,458	33,789,458		
<b>Total</b>	<b>33,789,458</b>	<b>33,789,458</b>		

**NOTE NO. 41 : EARNINGS IN FOREIGN CURRENCY**

Particulars	2013	2012
Export Sales	0	3,330,772

**NOTE NO. 42 : EXPENDITURE ON RESEARCH AND DEVELOPMENT**

Particulars	2013	2012
A. Capital Expenditure	0	0
B. Revenue Expenditure	0	1,656,000

**NOTE NO. 43 :** There are no pending complaints from the investors

**NOTE NO. 44 :** The Company has given loans to the extent of Rs.103,734,775/- for which the company did not received any interest on these loans. The management decided not to charge interest on these loans. Hence, the interest on these advances will be considered as income in the year of receipt.

**NOTE NO. 45 :** In respect of loans and advances, creditors, debtors are subject to confirmation.

**NOTE NO. 46 :** Previous year's figures have been re-arranged and regrouped wherever necessary

**NOTE NO. 47 :**
**AS 19 Leases**
**a) Leases:**

Leases, where the lessor retains substantially all the risks and rewards incidental to the ownership are classified as operating leases.

Operating lease payments consisting of rental for the premises taken on lease are recognized as an expenses in Profit Loss Account on straight line basis over the lease term.

**b) Lease agreement to use Lands:**

AS 19 has excluded from its scope, Lease agreement to use of lands. Hence, provision of Accounting Standard 19 does not apply for the lease agreements entered to use of Lands.

**NOTE NO. 48 : Additional information Pursuant to Paragraph 3 & 4 of Part II of the Schedule VI of the Companies Act, 1956**

Particulars	Current Year	Previous year
Installed capacity	N.A	N.A
Opening stock of Seed, Plants and others	94536550	55070733
Sales	784789388	986804533
Closing stock	115025900	94536550

**Balance Sheet Abstract and Company's General Profile pursuant to part IV of Schedule VI of the Companies Act, 1956 is enclosed as Annexure to this Balance Sheet.**

Based on the information available with the Company, there are no suppliers who are registered under the Micro, Small & Medium Enterprises Development Act, 2006 **as at March 31, 2013**. Hence the information as required under Micro, Small & Medium Enterprises Development Act, 2006 is not disclosed.

**Signatures to 1 to 48**  
As per our Report attached

For and on behalf of the Board

For **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg. No. 004887s

Rajesh Naidu Munirathnam  
**Managing Director**

Y. Hari Vara Prasada Rao  
**Proprietor**  
Membership No. 029740

Place: Hyderabad  
Date: 30/05/2013

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

### Note No. 1

#### 1. SIGNIFICANT ACCOUNTING POLICIES:

##### 1.1 Basis of preparation of financial statements:

These financial statements have been prepared on historical cost conventions on accrual basis to comply in all material respects with applicable accounting standards and relevant presentational requirements of the Companies Act, 1956.

##### 1.2 Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities as of the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon the management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from estimates and assumptions used in preparing these financial statements.

##### 1.3 Fixed Assets and Depreciation:

- i) Fixed Assets are stated at cost less accumulated depreciation, impairment losses and specific grant / subsidies, if any. Cost comprise of purchase price, freight, duties, taxes and any attributable cost of bringing the asset to its working condition for its intended use.
- ii) Assets retired from active use and held for disposal are stated at their estimated net realizable values or net book values whichever is lower.
- iii) The carrying amount of fixed assets are reviewed at each balance sheet date when required to assess whether they are recorded in excess of their recoverable amounts, and where carrying values exceed the estimated recoverable amount, assets are written down to their recoverable amount.
- iv) Depreciation is provided on straight line basis as per the rates prescribed in Schedule XIV of the Companies Act, 1956.

##### 1.4 Depreciation on Fixed Assets:

- 1.4.1 Depreciation on fixed assets is provided on straight-line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956 or at higher rates as stated below.

Sl.No.	Description	Schedule XIV Rates	Rates followed by the Company
1.	Furniture and Fixtures	6.33	6.33
2.	Office Equipments	4.75	4.75
3.	Vehicle	9.50	9.00
4.	Computer	16.21	16.21
5.	Building	3.34	3.34
6.	Electrical Equipments	4.75	4.75
7.	Poli House sharednet House and Pendals	3.34	3.34

##### 1.5 Valuation of Inventories:

Inventories are valued at or net realizable value whichever is less. The cost includes Purchase Price and Freight.

**1.6 Recognition of Income and Expenditure:**

Revenue from Sale of goods is recognized when:

- i) The Property in goods have been transferred to the buyer for a price or all significant risks and rewards of ownership have been transferred to the buyer.
- ii) No Significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods.

Items of income and expenditure are recognized on accrual basis.

**1.7 Taxes on income:**

Current tax is determined on the income for the year chargeable to tax in accordance with Income tax Act, 1961. Deferred tax liability is recognized for all timing differences. Deferred tax assets are recognized subject to consideration of prudence. Deferred tax arising on account of timing differences is recognized using the tax rates and tax laws that have enacted or subsequently enacted.

**1.8 Investments:**

Long term investments are valued at cost less provision for diminution, other than temporary, if any.

**1.9 Foreign currency transactions:**

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of transaction. At the year-end, all monetary assets and liabilities denominated in foreign currency are restated at the year-end exchange rates. Exchange differences arising on actual payment / realization and year end re-instatement referred to above are recognized in the Profit & Loss Account

**1.10 Retirement Benefits:**

- i. Retirement benefits in the form of Provident fund is a defined contribution scheme and the contributions are charged to the Profit & Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective authorities.
- ii. Gratuity and Leave Encashment are defined benefit obligation and is provided for on the basis of an actuarial valuation on project unit credit method.
- iii. Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.
- iv. Actuarial gain/losses are taken to profit and loss account and are not deferred.

**1.11 Borrowing Cost:**

Specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of the asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

**1.12 Research and Development Expenses:**

Expenditure of capital nature is recognized as fixed assets and depreciated at the applicable rates. Revenue expenditures are charged to profit and loss account in the year in which they are incurred.

**1.13 Contingencies:**

Loss arising from claims, litigation, assessments, fines, penalties, etc. is provided for when it is probable that a liability may be incurred, and the amount can be reasonably estimated.

**1.14 Provisions:**

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions 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.

**1.15 Intangible Assets:**

The Preliminary Expenditure, Trade Marks and Advertisement Expenditure incurred by the company have been charged to Profit & Loss Account in the year of incurrence in accordance with AS-26 (Intangible Assets).

## CONSOLIDATED AUDITOR'S REPORT

To  
**The Board of Directors of**  
**M/s. Genera Agri Corp Limited,**  
Hyderabad.

1. We have audited the attached consolidated Balance Sheet of **M/s. Genera Agri Corp Limited**, as at **March 31, 2013** and the Consolidated Statement of Profit & Loss Account for the year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of two subsidiaries whose financial statements reflect Group's share of total assets of Rs. 38,812,437 as at **March 31, 2013** as consolidated in the Consolidated Financial Statements. These financial statements and other financial information have not been audited. and our opinion in so far as it relates to the amounts included in respect of the subsidiaries is based solely on the reports of the subsidiaries signed by the management.
4. We report that the Consolidated Financial Statements have been prepared by the Company in accordance with the requirements of Accounting Standards – 21 (Consolidated Financial Statements) and Accounting Standard – 23 (Accounting for Investments in Associates in Consolidated Financial Statements) as notified under the Companies (Accounting Standards) Rules, 2006.
5. Based on our audit and on the consideration of the separate reports of subsidiaries and to the best of our information and according to the explanations given to us, subject to paragraph 3 above, in our opinion the Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India.
  - a) In the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2013
  - b) In the case of the Consolidated statement of Profit and Loss, of the profit of the Group for the year ended on that date; and
  - c) In the case of the Consolidated statement of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For **Hari Vara Prasada & Associates**  
Chartered Accountants  
(R.No. 004887s)

(Y. Hari Vara Prasada Rao)  
**Proprietor**  
(M.No. 029740)

Place: Hyderabad  
Date: 30/05/2013

## CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No	As on 31-Mar-13	As on 31-Mar-12
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds	2	89,961,000	89,961,000
(a) Share Capital	3	582,073,367	487,600,007
(b) Reserves and Surplus		-	-
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	4	-	-
(b) Deferred tax liabilities (Net)	5	1,630,509	1,575,066
(c) Other Long term liabilities	6	14,528	14,528
(d) Long term provisions	7	-	-
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings	8	69,614,742	68,000,000
(b) Trade payables	9	44,780,895	44,928,729
(c) Other current liabilities	10	1,889,514	826,575
(d) Short-term provisions	11	4,458,220	2,772,408
<b>Total</b>		<b>794,422,775</b>	<b>695,678,313</b>
<b>II.Assets</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	12	63,762,391	67,877,918
(ii) Intangible assets	13	-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	14	-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	15	261,055,497	230,511,214
(e) Other non-current assets	16	145,284	145,284
(f) Long term deposits		-	-
<b>(2) Current assets</b>			
(a) Current investments	17	-	-
(b) Inventories	18	115,025,900	94,536,550
(c) Trade receivables	19	185,353,782	135,738,106
(d) Cash and cash equivalents	20	4,033,534	9,263,726
(e) Short-term loans and advances	21	158,025,969	157,546,398
(f) Other current assets	22	7,020,418	59,117
<b>Total</b>		<b>794,422,775</b>	<b>695,678,313</b>
<b>Summary of Significant Accounting Policies</b>	1		

The accompanying Notes are an Integral Part of the Financial Statements

For and on behalf of the Board

AS PER OUR REPORT OF EVEN DATE  
for **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg.No. 004887s

Rajesh Naidu Munirathnam  
**Managing Director**

Y. Hari Vara Prasada Rao  
**Proprietor**  
M.No. 029740

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

Particulars	Note No	As on 31/03/2013	As on 31/03/2012
I. Revenue from operations	23	784,789,388	986,804,533
II. Other Income	24	403	-
Increase /(Decrease) in stock	25	20,489,350	39,465,817
<b>III. Total Revenue (I +II)</b>		<b>805,279,141</b>	<b>1,026,270,350</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	26	471,104,823	215,763,619
Purchase of Stock-in-Trade	27	1,181,437	20,130,700
Employee benefit expense	28	31,056,938	43,182,127
Other operating expenses	29	197,614,165	530,427,763
Administrative Expenses	30	5,326,710	12,712,492
Financial costs	31	-	-
Depreciation and amortization expense	12 & 13	4,200,091	4,420,091
Other expenses	32	-	-
<b>Total Expenses</b>		<b>710,484,164</b>	<b>826,416,792</b>
V. Profit before exceptional and extraordinary items and tax ( III - IV)		94,794,977	199,853,558
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		94,794,977	199,853,558
VIII. Extraordinary Items		-	-
<b>IX. Profit before tax (VII - VIII)</b>		<b>94,794,977</b>	<b>199,853,558</b>
<b>X. Tax expense:</b>		266,174	463,200
(1) Current tax		55,443	165,400
(2) Deferred tax		-	-
XI. Profit(Loss) from the period from continuing operations ( IX - X)		94,473,360	199,224,958
XIII. Prior period adjustments		-	-
<b>XV. Profit/(Loss) Transferred to Balance Sheet (XI - XIV)</b>		<b>94,473,360</b>	<b>199,224,958</b>
<b>XVI. Earning per equity share:</b>			
(1) Basic		10.50	22.15
(2) Diluted		10.50	22.15
<b>Summary of Significant Accounting Policies</b>	1		

The accompanying Notes are an Integral Part of the Financial Statements

AS PER OUR REPORT OF EVEN DATE  
for **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg.No. 004887s

Y. Hari Vara Prasada Rao  
**Proprietor**  
M.No. 029740

For and on behalf of the Board

Rajesh Naidu Munirathnam  
**Managing Director**

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED  
31ST MARCH, 2013**  
(ALL AMOUNTS IN INDIAN RUPEES EXCEPT FOR SHARE DATA OR OTHERWISE STATED)

	<b>As at 31/03/2013</b>
<b>A. Cash flow from operating activities</b>	
<b>Net profit / (Loss) before tax</b>	94,739,534
<b>Adjustments for:</b>	
Preliminary Expenses Written Off	-
Depreciation	4,200,091
<b>Operating profit before working capital changes</b>	<b>98,939,625</b>
<b>Movements in working capital :</b>	
Increase in Trade Receivables	(49,615,676)
Increase in Inventories	(20,489,350)
(Increase) /Decrease in Short term loans and advances	(479,570)
Increase in other current assets	(6,961,302)
Increase in Trade Payables	(147,834)
Increase ( Decrease) in Other Current Liabilities	2,804,194
<b>Cash generated from /(used in) operations</b>	<b>24,050,087</b>
Taxes paid	266,174
<b>Net cash used in /(generated from ) operating activities</b>	<b>23,783,913</b>
<b>B. Cash flows from investing activities</b>	
Purchase of fixed assets	(84,564)
Increase in Investments	-
Increase in Long term loans and advances	(30,544,283)
Interest and other income received	-
<b>Net cash used in investing activities</b>	<b>(30,628,847)</b>
<b>C. Cash flows from financing activities</b>	
Proceeds Share capital	-
Other Short term Borrowings (Net)	1,614,742
Other Long term Secured & Unsecured Loans (Net)	-
Interest received	-
Interest paid	-
<b>Net cash generated from /(used in) financing activities</b>	<b>1,614,742</b>
<b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>	<b>(5,230,192)</b>
Cash and cash equivalents at the beginning of the year	9,263,726
<b>Cash and cash equivalents at the end of the year</b>	<b>4,033,534</b>

This is the Cash Flow Statement referred to in our report of even date.

AS PER OUR REPORT OF EVEN DATE  
for **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg.No. 004887s

Y. Hari Vara Prasada Rao  
**Proprietor**  
M.No. 029740

Place : Hyderabad  
Date : 30/05/2013

For and on behalf of the Board

Rajesh Naidu Munirathnam  
**Managing Director**

**NOTE NO. 2 : SHARE CAPITAL**

S.NO.	Particulars	As on 31/03/2013	As on 31/03/2012
<b>a</b>	<b>Share Capital ( For each class of capital )</b>		
	(a) Authorised		
	(b) Issued		
	(c) Subscribed & Fully Paid Up	9,006,050	9,006,050
	(d) Subscribed & not fully paid up, Shares forfeited ( Rs. 5/-Paid up )		
(e) Par value per share Rs. 10			
	<b>Total Equity Share capital</b>	<b>9,006,050</b>	9,006,050
<b>b</b>	<b>A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:</b>	<b>Number of Shares</b>	<b>Number of Shares</b>
	Equity Shares of Rs.10 Each, Fully paid up :		
	At the Beginning	8,996,100	8,996,100
	Fully paid up during the year	-	-
	Issued during the year - Bonus Issue	-	-
	Issued during the year - Cash Issue	-	-
	Issued during the year - ESOP	-	-
Forfeited / Bought Back during the year	-	-	
	<b>At the end</b>	8,996,100	8,996,100
<b>c</b>	<b>Details of Shareholder holding more than 5% shares of the company:</b>	<b>% of Share Holding</b>	
	<b>Equity Shares of Rs. 10 each Held By</b>	<b>2012-13</b>	<b>2011-12</b>
		No. of Shares	No. of Shares
	M. Rajesh Naidu	1,315,000	1,333,800
	M. Kalpana Raj	1,213,800	1,213,800
	Realnet Infra Projects Private Limited	1,320,300	1,320,300
Sparrowhill Advisory Private Limited	1,290,000	1,290,000	
Nixon Infra Projects Private Limited	1,200,000	1,200,000	
Sky Line Portfolio Services Private Limited	1,198,000	1,200,000	

**NOTE NO. 3 : RESERVES AND SURPLUS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>RESERVES AND SURPLUS</b>		
	a) Capital reserve		
	As at the commencement of the year	99,500	99,500
	Add: Additions during the year	-	-
	Less: Utilised during the year	-	-
		99,500	99,500
	b) General Reserves		
	As at the commencement of the year	97,000	97,000
	Add: Additions during the year	-	-
	Less: Utilised for ----- during the year	-	-
		97,000	97,000
	c) Surplus :		
	i) Opening Balance - Profit and Loss Account	483,495,428	284,485,422
	Add: Transfer from Profit & Loss Account	94,473,360	199,010,006
	Less: Transfer To General Reserve	-	-
	Less: Dividend	-	-
	Less: Bonus shares	-	-
		577,968,788	483,495,428
II	A Reserve specifically represented by earmarked investments Foreign Currency Translation Reserve	- 3,908,079	- 3,908,079
	<b>Total Reserves and Surplus</b>	<b>582,073,367</b>	<b>487,600,007</b>

**NOTE NO. 4 : LONG TERM BORROWINGS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Long Term borrowings</b>		
	a) Bonds/debentures		
	Secured	-	-
	Unsecured	-	-
	b) Term loans:		
	From banks:		
	Secured	-	-
	Unsecured	-	-
	<b>Total long term borrowings</b>	<b>-</b>	<b>-</b>

**NOTE NO. 5 : DEFERRED TAX LIABILITY (NET)**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Opening Deferred tax Liability</b>	1,575,066	-
	Add:		
	Deferred Tax Liability for the year ( Due to SLM and WDV Difference )	55,443	1,575,066
	Deferred Tax Liability for the year ( Due to Others )		
		<b>1,630,509</b>	1,575,066
	<b>Gross Deferred tax Liability</b>		
	Opening Deferred tax Asset	-	-
	On account of Carried forward loss	-	-
	<b>Gross Deferred tax Asset</b>	-	-
	<b>Deferred Tax Liability/ ( Asset ) - Net</b>	<b>1,630,509</b>	1,575,066

**NOTE NO. 6 : OTHER LONG TERM LIABILITIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Trade Payables & Others		
	- Advance from Customers	-	-
	- Other Liabilities		
	b) Others ( Minority Interest )	14,528	14,528
	<b>Total other long term liabilities</b>	<b>14,528</b>	14,528

**NOTE NO. 7 : LONG TERM PROVISIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Provisions for employee benefits		
	- Provision for Gratuity	-	-
	- Provision for Leave Encashment	-	-
	- Provision for bad debts	-	-
	- Superannuation	-	-
	- Esop / Esos	-	-
	b) Others	-	-
	<b>Total Long Term Provisions</b>	<b>-</b>	-

**NOTE NO. 8 : SHORT TERM BORROWINGS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Short term borrowings</b>		
	a) Loans repayable on demand:		
	From banks		
	Secured	-	-
	Unsecured	-	-
	From other parties		
	Secured	-	-
	Unsecured (Directors)	69,614,742	68,000,000
	<b>Total short term borrowings</b>	<b>69,614,742</b>	68,000,000

**NOTE NO. 9 : TRADE PAYABLES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Trade Payables	44,780,895	44,928,729
	b) Acceptances	-	-
	c) Dues to Micro & Small Medium Enterprises	-	-
	<b>Total Trade Payables</b>	<b>44,780,895</b>	44,928,729

**NOTE NO. 10 OTHER CURRENT LIABILITIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	a) Current maturities of finance lease obligation	-	-
	b) interest accrued but not due on borrowings	-	-
	c) Interest accrued and due on borrowings.	-	-
	d) Income received in advance.	-	-
	e) Unpaid dividend.	-	-
	f) Application money due for refund and interest on the same. (Details to be disclosed for the same)"	-	-
	g) Unpaid matured deposits and interest accrued thereon.	-	-
	h) Unpaid matured debentures and interest accrued thereon.	1,889,514	826,575
	i) Other Payables ( Advance received from Customers.)		
	<b>Total other current liabilities</b>	<b>1,889,514</b>	826,575

**NOTE NO. 11 : SHORT TERM PROVISIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
1	a) Provisions for employee benefits		
	PF Payable	-	-
	Salaries Payable	-	-
	b) Others ( Specify the nature )		
	Other Expenses Payable	3,199,659	1,329,421
	TDS Payable	383,030	383,030
	Provision for Income Tax	729,374	463,200
	Audit Fee Payable	146,157	96,157
	Director's Remuneration Payable	-	500,600
	<b>Total short term provisions</b>	<b>4,458,220</b>	<b>2,772,408</b>

**NOTE NO. 12 & 13 : FIXED ASSETS AS ON 31ST MARCH 2013**

Sl.No.	Particulars	GROSS BLOCK			DEPRECIATION / AMORTIZATION			NET BLOCK	
		As on 01.04.2012	Additions during the year	As on 31.03.2013	Dep. As on 01.04.2012	Dep. For the year 2012-13	Total Depreci- ation	As on 31.03.2013	As on 31.03.2012
1	Land	579,800	-	579,800	-	-	-	579,800	579,800
2	Building	20,340,123	-	20,340,123	3,007,545	679,360	3,686,905	16,653,218	17,332,578
3	Poli House Shared Net House & Pendals	39,468,468	-	39,468,468	5,675,595	1,874,752	7,550,347	31,918,121	33,792,873
4	Electrical Equipment	4,086,466	40,124	4,126,590	282,999	195,868	478,867	3,647,723	3,803,467
5	Lab Equipments	-	-	-	-	-	-	-	-
6	Office Equipment	1,343,453	31,500	1,374,953	63,438	64,880	128,318	1,246,635	1,280,015
7	Computers	3,674,834	12,940	3,687,774	2,359,571	597,231	2,956,802	730,972	1,315,263
8	Furniture	9,574,375	-	9,574,375	1,237,959	606,058	1,844,017	7,730,358	8,336,416
9	Vehicles	1,915,183	-	1,915,183	477,677	181,942	659,619	1,255,564	1,437,506
10	Intangibe Fixed Assets	-	-	-	-	-	-	-	-
11	Capital Work In Progress	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>80,982,702</b>	<b>84,564</b>	<b>81,067,266</b>	<b>13,104,784</b>	<b>4,200,091</b>	<b>17,304,875</b>	<b>63,762,391</b>	<b>67,877,918</b>
	Previous Year	75,558,894	5,423,808	80,982,702	9,007,050	4,097,734	131,104,784	67,877,918	66,551,844

**NOTE NO. 14 : NON-CURRENT INVESTMENTS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Non- Current Assets</b> 1) Investment in Subsidiaries a) Equity Shares In Equity Shares of 7,60,704 at USD 1 each fully paid up Genera Agri Global Limited, Dubai  In Equity Shares of 900 at Tshs10,000 each fully paid up Genera Agri Tanzania Limited, Tanzania  <b>Total Non Current Investments</b> Less: Provision for Diminution in Investments  <b>Total Non - Current Assets ( Net )</b>	- - - - - -	- - - - - -
II	<b>Notes :</b>  Under each classifications details shall be given that, Investment In : a) Subsidiaries b) Associates c) Joint ventures d) controlled special purpose ventures	- Nil Nil Nil	- Nil Nil Nil
III	Investments carried at other than at cost should be separately stated specifying the basis for the valuation thereof.	Nil	Nil
IV	The following shall also be stated: a) Aggregate amount of quoted investments and market value thereof; b) Aggregate amount of Unquoted Investments; c) Aggregate provision for diminution in value of investments;	Nil Nil Nil	Nil Nil Nil

**NOTE NO. 15 : LONG TERM LOANS AND ADVANCES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Long - term loans and advances:</b> a) Capital advance Secured Unsecured (Advance given for Land) Doubtfull b) Security Deposit Farmers lease rent deposit Rental Deposits  Total Long term loans & advances Less : Provision for Doubtful Debts <b>Total Long term loans &amp; advances( net )</b>	- - 199,192,747 - 60,000,000 1,862,750 261,055,497 -	- - 168,648,464 - 60,000,000 1,862,750 230,511,214 -

**NOTE NO. 16 : OTHER NON-CURRENT ASSETS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Long term Trade receivable</b> ( Including trade receivables on deferred credit basis)		
	Secured, considered good	-	-
	Unsecured considered good	-	-
I	Doubtful	-	-
	Unamortised Expenses	-	-
	Interest Accrued on Deposits	-	-
	Insurance Claims	-	-
	Dividend receivable	-	-
	Interest accrued on investments	-	-
II	Export incentive Receivable	-	-
	Others ( specify the nature )	-	-
	Preliminary Expenses	145,284	145,284
	<b>Total other non current assets</b>	145,284	145,284
	Less : Provision for Bad and Doubtful debts	-	-
	<b>Total non - current assets ( net )</b>	<b>145,284</b>	145,284
	Note : Debts due by directors and officers shall be disclosed separately		

**NOTE NO. 17 : CURRENT INVESTMENTS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Current Investments :</b>		
	a) Investment in Equity Instruments	-	-
	b) Investment in Preference Shares	-	-
	c) Investment in government of trust securities	-	-
	d) Investment in Debentures/ Bonds	-	-
	e) Investment in Mutual funds	-	-
	f) Investment in Partnership firm	-	-
	g) Other Investments	-	-
	<b>Total Current Investments</b>	-	-

**NOTE NO. 18 : INVENTORIES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Inventories :</b> a) Raw materials b) Work - in - progress c) Finished goods d) Stock - in - trade ( in respect of goods acquired for trading ) e) Stores and spares f) Loose tools g) Others	115,025,900	94,536,550
		-	-
		-	-
		-	-
	<b>Total Inventories</b>	<b>115,025,900</b>	<b>94,536,550</b>

**NOTE NO. 19 : TRADE RECEIVABLES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Outstanding for a period exceeding six months from the date they are due for payment</b> Secured, Considered Good Unsecured, Considered Good Doubtful	- - -	- - -
	<b>Sub Total</b>	-	-
	<b>Other Receivables:</b> Secured, Considered Good Unsecured, Considered Good Doubtful	- 185,353,782 -	- 135,738,106 -
		185,353,782	135,738,106
	<b>Total trade receivable</b>	<b>185,353,782</b>	<b>135,738,106</b>
	Less : Allowance for bad & doubtful debts	-	-
	<b>Total Trade Receivables (net)</b>	<b>185,353,782</b>	<b>135,738,106</b>

**NOTE NO. 20 : CASH AND BANK BALANCES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Cash and cash equivalents :</b>		
	a) Balances with banks :		
	1) On Current Accounts	328,106	1,170,736
	2) Margin Money	-	-
	3) Bank deposits with more than 12 months maturity	-	-
	4) Un Paid Dividend Account	-	-
	b) Cheques, Draft on hand	-	-
	c) Cash on hand	3,705,428	8,092,990
	d) Others		
	Sub Total	4,033,534	9,263,726
	<b>Other Bank Balances</b>		
	On Deposit Accounts		
	1) Having Maturity more than 3 Months but less than or equal to 12 months from date of deposit	-	-
	2) Having Maturity more than 12 Months from date of deposit	-	-
3) On Margin Money Deposit Accounts	-	-	
Sub Total	-	-	
<b>Total Cash and Cash Equivalents</b>	<b>4,033,534</b>	<b>9,263,726</b>	

**NOTE NO. 21 : SHORT TERM LOANS AND ADVANCES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Short - term loans and advances:</b>		
	a) Security Deposit		
	Secured	-	-
	Unsecured	-	-
	Doubtful	-	-
	b) Loans and advances to related parties ( giving details thereof)		
	Secured	-	-
	Unsecured	38,812,437	38,812,437
	Doubtful	-	-
	c) Other loans And advances ( Specify the nature )		
	Unsecured		
	Un Secured Loan/Staff advance/Labour Advance	150,044	150,044
	Advance given at site/field staff	15,232,915	15,232,915
	Shukra Chits Pvt Ltd	95,798	95,798
	Intercorporate deposits	103,734,775	103,255,204
	<b>Total short term loans &amp; advances</b>	158,025,969	157,546,398
	Less : Provision for Doubtful Debts	-	-
<b>Total short term loans &amp; advances ( net )</b>	<b>158,025,969</b>	<b>157,546,398</b>	

**NOTE NO. 22 : OTHER CURRENT ASSETS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Input Vat Advance	59,117	59,117
	Other Assets	6,961,301	-
	<b>Total</b>	<b>7,020,418</b>	59,117

**NOTE NUMBERS TO STATEMENT OF PROFIT & LOSS**
**NOTE NO. 23 : REVENUE FROM OPERATIONS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
A	<b>Export sales</b>		
	Product Produced by the Company	-	-
	Product Traded by the Company	-	3,330,772
	Total (A)	-	3,330,772
B	<b>Domestic - Sales</b>		
	Product Produced by the Company (Fruits&Veg.)	767,299,980	958,907,696
	Product Traded by the Company (Retail)	17,489,408	24,566,065
	Total (B)	784,789,388	983,473,761
	Total (A+B)	784,789,388	986,804,533
	<b>Total Revenue from Operations</b>	<b>784,789,388</b>	986,804,533

**NOTE NO. 24 : OTHER INCOME**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	(a) Interest income (On Inter Corporate Deposit)	403	-
	<b>Total Other Income</b>	<b>403</b>	-

**NOTE NO. 25 : CHANGE IN INVENTORIES AND WIP**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	<b>Finished Goods</b>		
	Finished goods at the beginning of the year	94,536,550	55,070,733
	Less : Finished goods at the end of the year	115,025,900	94,536,550
	Sub Total (A)	(20,489,350)	(39,465,817)
	<b>(Increase) / Decrease in Inventories</b>	(20,489,350)	(39,465,817)

**NOTE NO. 26 : COST OF CONTRACTS**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Agri input purchases	471,104,823	215,763,619
	<b>Total Agri Input Purchases</b>	<b>471,104,823</b>	215,763,619

**NOTE NO. 27 : PURCHASE OF STOCK IN TRADE**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Products Traded (Retail)	1,181,437	20,130,700
	<b>Total Trade Purchases</b>	<b>1,181,437</b>	20,130,700

**NOTE NO. 28 : EMPLOYEE BENEFIT EXPENSES (AGGREGATE EXPENDITURE)**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Salaries & Wages	30,219,206	41,180,038
	Staff welfare expenses	607,239	1,864,414
	Contribution to Provident and other Funds	230,493	137,675
	<b>Total Employee Benefit Expenses</b>	<b>31,056,938</b>	43,182,127

**NOTE NO. 29 : OTHER OPERATING EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Cultivation & Farming Expenses	194,983,002	515,807,278
	Ware House Maintenance	24,000	144,728
	Diesel & Petrol Charges	1,065,637	-
	Research and Development expenses	-	1,656,000
	Office Rent & Store Rent	1,153,500	2,840,258
	Rates and Taxes	5,000	1,384,982
	Office & Stores Maintenance	63,375	427,086
	Other Repairs & Maintenance	319,651	78,260
	Power and Fuel	-	8,089,171
	<b>Total Other Operating Expenses</b>	<b>197,614,165</b>	<b>530,427,763</b>

**NOTE NO. 30 : ADMINISTRATIVE EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Computer Maintenance	442,910	15,384
	Insurance	146,074	87,532
	Electricity Charges	15,656	-
	Corporate Affairs	400,860	-
	Printing & Stationery	4,000	412,217
	Licence Renewal	473,966	-
	Postage, Telephone and Telex	442,546	659,983
	Trade Mark Registration	1,190,159	-
	Traveling and Conveyance	45,748	1,238,143
	HDFC card services	50,063	-
	Loading & Unloading Charges	-	-
	Professional Tax-Corp.	-	-
	Retail Maintenance	-	-
	Books & Periodicals	-	49,650
	Legal, Secretarial and Share Registry	-	-
	ROC Filing Fee	-	803,743
	Share Registration fee	487,599	-
	Stock Exchange Fee	461,446	-
	Listing Custodial fee	-	48,887
	Legal & Professional and Consultancy Charges	50,000	3,831,824
	Business Promotion & Advertisement expenses	-	286,693
	Depository charges	1,448	-
	Auditors remuneration	-	50,000
	Donations (80G)	324,017	60,000
	Internet charges	-	40,860
	Medical expenses	-	156,500
	Vehicle maintenance	-	539,699
	Foreign traveling expenses (managing director)	-	599,926
	Insurance	-	21,909
	Web designing	228,743	29,000
	Meeting expenses (Farmers & Retail)	340,300	35,650
	Bad Debts/Advance written off	-	3,510,500
	Miscellaneous	-	317,309
	Garden Maintenance	-	-
	<b>Total Administrative Expenses</b>	<b>5,297,203</b>	<b>12,795,409</b>

**NOTE NO. 31 : FINANCE COST**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	(a) Bank Charges	29,507	182,511
	<b>Total Finance Cost</b>	<b>29,507</b>	182,511

**NOTE NO. 32 : OTHER EXPENSES**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
I	Other expenses ( Specify the Nature )	-	-
	<b>Total Other expenses</b>	<b>-</b>	-

**NOTE NO. 33 : EARNINGS PER SHARE**

Particulars	Units of Measurement	31/03/2013 Amount in Rs.
1. Net Profit/(Loss) after tax	(Amount in Rs.)	94,473,360
2. Number of Equity shares (fully paid up)	(Numbers)	8,996,100
3. Earnings per share - Basic & Diluted (Face value of Rs. Per share)	[ 1 ] / [ 2 ]	10.50
Note: The Company has no dilutive instruments as at March 31, 2012. As such dilutive earnings per share equals to Basic Earnings per share.		

**NOTE NO. 34 : AUDITOR'S REMUNERATION**

Particulars	As on 31/03/2013	As on 31/03/2012
<b>Fee towards:</b>		
Statutory Audit	50,000	50,000
Tax Audit and representation	-	-
Limited Review	-	-
Certification and other Service	-	-
<b>Total</b>	<b>50,000</b>	50,000

**NOTE NO. 35 : COST OF MATERIAL CONSUMED**

Particulars	%	As on 31/03/2013	As on 31/03/2012
Imported	NIL	NIL	NIL
Indigenuos	100%	471,104,823	215,763,619
		<b>471,104,823</b>	215,763,619

**NOTE NO. 36 : EXPENDITURE IN FOREIGN CURRENCY**

Particulars	As on 31/03/2013	As on 31/03/2012
Travel & Conveyance	-	599,926
<b>Total</b>	-	599,926

**NOTE NO. 37 : SEGMENT REPORTING**

The Company operates in three business segments i.e farm sale, export sales and retail sales. Segment Report (AS17) issued by ICAI is not applicable because, the value of export sales and reatail sale are not significantn the total turnover.

**NOTE NO. 38 : WORKINGS FOR AS 15 - ACTUARIAL LIABILITY TO BE GIVEN**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
<b>I</b>	<b>CHANGES IN PRESENT VALUE OF OBLIGATIONS</b>		
	PVO at beginning of period	117,951	103,198
	Interest cost	9,436	8,256
	Current service cost-(non-vested benefits)	10,134	117,951
	Past service cost-(non-vested benefits)	0	0
	Past service cost-(vested benefits)	0	0
	Benefits paid	0	0
	Actuarial (GAIN)/loss on obligation	15,805	-111,454
	PVO at end of period	153,326	117,951
<b>II</b>	<b>CHANGES IN FAIR VALUE OF PLAN ASSETS</b>	0	0
	Fair value of plan assets at beginning of period	0	0
	Expected return on plan assets	0	0
	Contribution	0	0
	Benefit paid	0	0
	Actuarial gain/(loss) on plan asset	0	0
	Fair value of plan assets at end of period	0	0

**NOTE NO. 38 : Continued**

S. No.	Particulars	As on 31/03/2013	As on 31/03/2012
<b>III</b>	<b>FAIR VALUE OF PLAN ASSETS</b>	0	0
	Fair value of plan assets at beginning of period	0	0
	Actual return on plan assets	0	0
	Contributions	0	0
	Benefit paid	0	0
	Fair value of plan assets at end of period	0	0
	Funded status (including unrecognized past service cost)	153,326	-117,951
	Excess of actual over estimated return on plan assets	0	0
<b>IV</b>	<b>EXPERIENCE HISTORY</b>	<b>31-Mar-13</b>	31-Mar-12
	(Gain)loss on obligation due to change in assumption	0	0
	Experience (gain)/loss on obligation	15,805	111,454
	Actuarial gain/(loss) on plan assets	0	0

**39 : 1 Related party disclosure as per Accounting Standard – 18 issued by the Institute of Chartered Accountants of India:**

Name of the Related parties and discriptions of relationship

**Subsidiaries**

- 1 Genera Agri Global Limited
- 2.Genera Agri Tanzania Limited, Tanzania

**Key Managerial Personnel:**

Ra.Jesh Naidu Munirathnam  
 Kalpana Raj Munirathnam

**NOTE NO. 40 :**

Details of Transactions	Subsidiaries		Key Management Personnel	
	2013	2012	2013	2012
<b>Remuneration</b>				
Mr.M.Rajesh Naidu			2,400,000	2,400,000
Mrs.M.Kalpana Raj			900,000	1,200,000
<b>Total</b>			3,300,000	3,600,000
<b>Advances</b>	0	0		
Total	0	0		

**NOTE NO. 41 : EARNINGS IN FOREIGN CURRENCY**

Particulars	2013	2012
Export Sales	0	3,330,772

**NOTE NO. 42 : EXPENDITURE ON RESEARCH AND DEVELOPMENT**

Particulars	2013	2012
A. Capital Expenditure	0	0
B. Revenue Expenditure	0	1,656,000

**NOTE NO. 43 :** There are no pending complaints from the investors

**NOTE NO. 44 :** The Company has given loans to the extent of Rs. 103734775/- for which the company did not received any interest on these loans the management decided not to charge interest on these loans.

**NOTE NO. 45 :** In respect of loans and advances, creditors, debtors are subject to confirmation.

**NOTE NO. 46 :** Previous year's figures have been re-arranged and regrouped wherever necessary

**NOTE NO. 47 :**
**AS 19 Leases**
**a) Leases:**

Leases, where the lessor retains substantially all the risks and rewards incidental to the ownership are classified as operating leases.

Operating lease payments consisting of rental for the premises taken on lease are recognized as an expenses in Profit Loss Account on straight line basis over the lease term.

**b) Lease agreement to use Lands:**

AS 19 has excluded from its scope, Lease agreement to use of lands. Hence, provision of Accounting Standard 19 does not apply for the lease agreements entered to use of Lands.

**NOTE NO. 48 : Additional information Pursuant to Paragraph 3 & 4 of Part II of the Schedule VI of the Companies Act, 1956**

Particulars	Current Year	Previous year
Installed capacity	N.A	N.A
Opening stock of Seed, Plants and others	94536550	55070733
Sales	784789388	986804533
Closing stock	115025900	94536550

Balance Sheet Abstract and Company's General Profile pursuant to part IV of Schedule VI of the Companies Act, 1956 is enclosed as Annexure to this Balance Sheet.

Based on the information available with the Company, there are no suppliers who are registered under the Micro, Small & Medium Enterprises Development Act, 2006 **as at March 31, 2013**. Hence the information as required under Micro, Small & Medium Enterprises Development Act, 2006 is not disclosed.

**Signatures to 1 to 48**  
As per our Report attached

For and on behalf of the Board

For **Hari Vara Prasada & Associates**  
Chartered Accountants  
Reg. No. 004887s

Rajesh Naidu Munirathnam  
**Managing Director**

Y. Hari Vara Prasada Rao  
**Proprietor**  
Membership No. 029740

Place: Hyderabad  
Date: 30/05/2013

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

### Note No. 1

#### 1.1 Principles of consolidation:

The consolidation financial statements relate to **GENERA AGRI CORP LIMITED** ("The company " and its subsidiaries the "group"). The consolidation financial statement have been prepared on the following basis.

- a) The financial statements of the company and its subsidiary companies have been consolidated a-by-line basis by adding together book values of the items of assets, liabilities, income and expenses after fully eliminating intra group balances and unrealized profits or losses on intra group transaction as per accounting standard (AS) -21 "CONSOLIDATION FINANCIAL STATEMENTS" notified by the Companies (accounting standards) rules, 2006.
- b) The financial statements of the subsidiaries are drawn up the same reporting date as that of the company i.e 31st March, 2013
- c) Minority interest in the net assets of the consolidated subsidiaries is identified and presented in the consolidated balance sheet separately from current liabilities and equity of the company
- d) Minority interest in the assets of the consolidated subsidiaries consists of
  - 1 The amount of equity attributable to minorities at the date on investment in a subsidiary is made and
  - 2 The minority share of movements in equity since the date the parent subsidy donation ship came into existence
  - 3 Intra group balances have been eliminated.
- e) The consolidated financial statement are prepared using uniform accounting policies to the transactions and other events in similar circumstances and or presented to the extent possible in the same manner as the companies separate financial statements

#### 1.2 Basis of preparation of financial statements:

These financial statements of the company are prepared on accrual basis under historical cost convention in accordance with generally accepted accounting principles applicable in India. The company has prepared these financial statements to comply in all material respects with accounting standards notified under the companies (AS Rules 2006), (as amended))under the provisions of companies Act, 1956.

The accounting policies adopted in the preparation financial statements are consisted those of previous year. The company has prepared financial statements as per the format prescribed by the revised schedule of the 1956 issued by the Minister of Corporate Affairs, Govt. of India.

#### 1.3 Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities as of the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon the management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from estimates and assumptions used in preparing these financial statements.

#### 1.4 Fixed Assets and Depreciation:

- l) Fixed Assets are stated at cost less accumulated depreciation, impairment losses and specific grant / subsidies, if any. Cost comprise of purchase price, freight, duties, taxes and any attributable cost of bringing the asset to its working condition for its intended use.

- ii) Assets retired from active use and held for disposal are stated at their estimated net realizable values or net book values whichever is lower.
- iii) The carrying amount of fixed assets are reviewed at each balance sheet date when required to assess whether they are recorded in excess of their recoverable amounts, and where carrying values exceed the estimated recoverable amount, assets are written down to their recoverable amount.
- iv) Depreciation on Tangible Assets have been provided on straight line basis as per the rates prescribed in Schedule XIV of the Companies Act, 1956. Depreciation on assets/deletions of assets during the year is provided on a pro-rata basis.

### 1.5 Depreciation on Fixed Assets:

Depreciation on fixed assets is provided on straight-line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956 or at higher rates as stated below.

Sl.No.	Description	Schedule XIV Rates	Rates followed by the Company
1.	Furniture and Fixtures	6.33	6.33
2.	Office Equipments	4.75	4.75
3.	Vehicle	9.50	9.00
4.	Computer	16.21	16.21
5.	Building	3.34	3.34
6.	Electrical Equipments	4.75	4.75
7.	Poli House sharednet House and Pendals	3.34	3.34

### 1.6 Valuation of Inventories:

Inventories are valued at cost or net realizable value whichever is less. The cost includes Purchase Price and Freight.

### 1.7 Recognition of Income and Expenditure:

Revenue from Sale of goods is recognized when:

- i) The Property in goods have been transferred to the buyer for a price or all significant risks and rewards of ownership have been transferred to the buyer.
- ii) No Significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods.

Items of income and expenditure are recognized on accrual basis.

### 1.8 Taxes on income:

Current tax is determined on the income for the year chargeable to tax in accordance with Income tax Act, 1961. Deferred tax liability is recognized for all timing differences. Deferred tax assets are recognized subject to consideration of prudence. Deferred tax arising on account of timing differences is recognized using the tax rates and tax laws that have enacted or subsequently enacted.

### 1.9 Investments:

Investments are classified as Long-term and Current. Long-term Investment are carried at cost less provision for other than temporary diminution if any in value of such investments. Current investments are carried at lower of cost or fair value.

### 1.10 Foreign currency transactions:

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of transaction. At the year-end, all monetary assets and liabilities denominated in foreign currency are restated at the year-end exchange rates. Exchange

differences arising on actual payment / realization and year end re-instatement referred to above are recognized in the Profit & Loss Account

### 1.11 Retirement Benefits:

- i. Retirement benefits in the form of Provident fund is a defined contribution scheme and the contributions are charged to the Profit & Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective authorities.
- ii. Gratuity and Leave Encashment are defined benefit obligation and is provided for on the basis of an actuarial valuation on project unit credit method.
- iii. Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.
- iv. Actuarial gain/losses are taken to profit and loss account and are not deferred.

### 1.12 Borrowing Cost:

Specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of the asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

### 1.13 Research and Development Expenses:

Expenditure of capital nature is recognized as fixed assets and depreciated at the applicable rates. Revenue expenditures are charged to profit and loss account in the year in which they are incurred.

### 1.14 Contingencies:

Loss arising from claims, litigation, assessments, fines, penalties, etc. is provided for when it is probable that a liability may be incurred, and the amount can be reasonably estimated.

### 1.15 Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions 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.

### 1.16 Intangible Assets

The Preliminary Expenditure, Trade Marks and Advertisement Expenditure incurred by the company have been charged to Profit & Loss Account in the year of incurrence in accordance with AS-26 (Intangible Assets).

### 1.17 Consolidated Accounts:

The subsidiaries considered in the preparation of these consolidated financial statements are :

<b>Particulars</b>	<b>Percentage of voting power As at 31st March, 2013</b>
Genera Agri Global Limited	100%
Genera Agri Tanzania Limited	90%

The company is associated with Genera Agri Global Limited and Genera Agri Tanzania Limited the company there are no transactions with these Subsidiaries

The above investments valued in accordance with AS-13 (Accounting for Investments)



**21ST ANNUAL GENERAL MEETING  
GENERA AGRI CORP LIMITED**

Registered office: H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills,  
Hyderabad - 500 033, Andhra Pradesh.

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**Attendance Slip**

Date	Venue	Time
30 <sup>th</sup> September, 2013	H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills, Hyderabad - 500 033, A. P.	10:00 A.M.

Name of the Shareholder	Folio no. / DPID and Client ID No.	No. of Shares

I certify that I am a registered shareholder of the Company and hold above-mentioned shares in the Company and hereby record my present at the 21st Annual General Meeting of the Company.

**Member's/Proxy signature**

Note: Shareholder/Proxy holder wishing to attend the meeting must bring the Admission Slip and hand over at the entrance duly signed.

-----TEAR HERE-----

21st Annual General Meeting  
**Genera Agri Corp Limited**

Registered office: H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills,  
Hyderabad - 500 033, Andhra Pradesh.

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**Proxy Form**

<b>Red. Folio no.</b> : .....	<b>No. of shares</b> : .....
<b>DP ID no.</b> : .....	<b>Client ID No.</b> : .....

I/We \_\_\_\_\_ of \_\_\_\_\_ being Member/Members of Genera Agri Corp Limited hereby appoint \_\_\_\_\_ of \_\_\_\_\_ as my/our proxy to attend and vote for me/us on my/our behalf at the 21st Annual General Meeting of the Company to be held on 30<sup>th</sup> September, 2013 at 10:00 a.m. at H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar, Jubilee Hills, Hyderabad - 500 033, Andhra Pradesh and at any adjournment thereof.

As witness my/our hand (s) this \_\_\_\_\_ day of \_\_\_\_\_ of 2013.

Signed by the said \_\_\_\_\_

Affix 15 paise Revenue Stamp
---------------------------------------

Note: This Proxy Form in order to be effective should be duly filled in, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting. The Proxy need not be member of the Company

Printed Matter Book Post



**GENERA AGRI CORP LTD.**

H. No. 8-2-293, Block III, Road No. 82, Plot No. 382, Film Nagar,  
Jubilee Hills, Hyderabad – 500033,

Phone : + 91 40 6722 9000(18 lines), Fax : + 91 40 6722 9001  
[www.genera.in](http://www.genera.in)