

# **15th Annual Report**

## **2007 - 08**



**Piccadily Sugar &  
Allied Industries Ltd.**

**BOARD OF DIRECTORS**

Sh. Harvinder Chopra, Director (Finance)  
Sh. D. K. Sharma, Wholetime Director  
Sh. Ashok Kumar Sharma, Nominee Director (PSIDC)  
Sh. H. P. S. Mann, Director (Cane)

**AUDITORS**

M/s Jain & Associates  
SCO : 819-820, Sector 22-A, Chandigarh

**AUDIT COMMITTEE**

1. Sh. Harvinder Chopra
2. Sh. H. P. S. Mann
3. Sh. D. K. Sharma

**REGISTERED OFFICE & FACTORIES**

Jakhal Road, Patran,  
Distt. Patiala, Punjab

**CORPORATE OFFICE**

275, Capt. Gaur Marg,  
Srinivas Puri, New Delhi

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## **NOTICE**

Notice is hereby given that the 15<sup>th</sup> Annual General Meeting of the share holders of the company will be held on, Saturday 27<sup>th</sup> September, 2008 at 4.00 P.M. at the Registered office of the company i.e. Jakhai Road, Patran, Distt Patiala, Punjab to transact the following business:-

### **As Ordinary Business**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2008 and the Profit & Loss account of the company for the year ended on that date and the Auditor's and Director's report thereon.
2. To appoint a Director in place of Sh. D.K. Sharma, who retires by rotation and being eligible offers himself for re-appointment?
3. To appoint a Director in place of Sh. H.P.S. Mann who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

Place: New Delhi

Dated 31.07.2008

By order of the Board

Sd/-

D.K. Sharma

(Wholetime Director)

### **Notes :-**

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need be a member of the company.
2. The Register of Members and shares transfer books of the company will remain closed from 16<sup>th</sup> September 2008 to 27<sup>th</sup> September 2008.
3. Shareholders are requested to advise the company immediately of any changes in their address.
4. The proxy forms duly signed and completed must be received at the Registered office of the company not less than 48 hours before the time and date fixed for the meeting.
5. Members are requested to bring at the meeting their copies of the Annual Report.
6. Members desiring of any information as regards to accounts are requested to write to the company at an early date so as to enable the management to keep the information ready.

**DIRECTOR'S REPORT**

Dear Share Holders,

Your Directors have the pleasure in presenting their 15<sup>th</sup> Annual Report together with Audited Accounts of the Company for the year ended 31<sup>st</sup> March '08.

**FINANCIAL RESULTS :**

Particulars	(Rs. In lacs)	
	31 <sup>st</sup> March '08	31 <sup>st</sup> March '07
Total Income	6824.74	5774.94
Increase/(decrease) of Stock in trade	1026.80	(895.52)
Profit before Interest & Depreciation	350.96	238.08
Less : Interest	184.28	227.53
Depreciation	228.75	205.37
(Loss) before Tax	(62.07)	(194.82)
Provision for Tax	2.20	3.56
Net Loss	(64.27)	(198.38)

**Review of the operations of Sugar Mill**

The mill commenced crushing operations for the season 2007-08 on 16.12.2007 and closed on 12.04.2008. The comparative operational results over the last two seasons are as follows:

Particulars	Season	
	2007-08	2006-07
Duration (Days)	119	121
Sugarcane Crushed (Quintals)	1863082	1895297
Recovery (%)	9.04	8.48
Sugar produced (Bags)	171625	160852

The mill crushed 18, 63,082 quintals of sugarcane and has produced 171625 bags of sugar. Further mill has produced 118157 qtls of molasses.

The sugar Mill has recorded a turnover of Rs.3733.42 Lacs incurred a Loss of Rs.368.02 Lacs during the year

**Review of the operations of Distillery**

The distillery has produced 1070140 cases of Punjab medium Liquor and produced / purchased Rectified spirit 5674082 (Bulk Liters), Denature Spirit 136452 (Bulk Liters) & Extra Natural Alcohol 119009 (Bulk Liters) till 31<sup>st</sup> March 2008

The distillery has recorded a turnover of 3012.24 Lacs and earned a profit of Rs.303.75 lacs

**Indian Sugar Industry**

The Indian sugar industry is passing through a difficult period arising out of a mismatch between sugar cane prices and sugar prices.

The sugar output in India, the world's second biggest producer is likely to touch 26.8 million tones during the season of 2007-2008 as against the production of 28.4 million tones of last season 2006-2007. The industry was facing glut of sugar from 2006-07 leading to fall in the prices of sugar.

**Rehabilitation Scheme**

The company was declared as sick industrial company within the meaning of clause 'O' of sub section 1 of the section 3 of the sick industrial companies (special Provisions) Act 1985 vide order No. 181/2001. During the year company has made the full and final payment of dues of Oriental Bank of Commerce. The company has already entered into OTS with State Bank of Patiala and payment of interest as well as principle is being made regularly as per settlement.

**Directors**

Sh. D.K. Sharma and Sh. H.P.S. Mann, Directors of the Company retire by rotation and are eligible for the reappointment.

**Dividend**

Due to Losses, your directors express their inability to recommend dividend for the year ended 31<sup>st</sup> March 2008

**Auditors**

M/s. Jain & Associates, Chartered Accountant, Chandigarh, the statutory Auditor of the Company, retiring at the conclusion of this Annual General Meeting and being eligible offer themselves for re-appointment. The Board recommends their appointment as Statutory Auditors of the Company for the year 2008-09.

**Corporate Governance**

The report on Corporate Governance is annexed as part of this report.

**Personnel**

The particulars of employees as per Section 217 (2A) of Companies Act 1956 read with the Company's (particulars of employees) Rules 1975 is nil.

**Conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo:**

As required under Section 217(1)(e) of the Companies Act 1956 read with Companies (Disclosure of particulars in the report of Board of Directors) Rule 1988, the information relating to the conservation of the energy, technology absorption and foreign exchange earning and outgo, is annexed and forms part of the report.

**Director's responsibility statement**

Pursuant to the provisions of Section 217(2AA) of Companies Act 1956, the Directors give hereunder the Directors Responsibility Statement on the accounts of the Company:

1. All the applicable accounting standards have been followed in the preparation of the accompanying account.
2. The Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable & prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year 31<sup>st</sup> March 2008 and the Profit & Loss of the Company for the said period.
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities, and
4. The Directors have prepared the Annual Account on going concern basis.

**Acknowledgement**

Your Directors would like to express their grateful appreciation for the assistance and cooperation received from the financial institutions, banks, suppliers, customers, farmers and all other concerned with the Company during the year under review.

For Piccadily Sugar & Allied Industries Limited

Place : New Delhi  
Date : 31/7/2008

Sd/-  
(D.K. Sharma)  
Wholetime Director

Sd/-  
(HPS Mann)  
Director (Cane)

**ANNEXURE TO THE DIRECTORS REPORT FOR THE YEAR 2007-2008**

Information as per section 217(1)(e) read with Companies (Disclosure of particulars in the report of Board of Director's) Rules 1988 and forming part of the Directors Report for the year ended 31<sup>st</sup> March 2008

**1. CONSERVATION OF ENERGY**

a) As regards energy conservation your company is giving high priority to conservation of energy since very beginning, with the result the figures of steam consumption and power consumption per ton cane crushing per hour have been achieving quite appreciable. Some of the significant measures taken are :-

- 1) In order to increase profitability and minimize energy conservation installed D.C motors which are highly energy efficient in place of conventional steam turbine for driving the mills and boilers are maintained. High pressure boilers, double effect pre-evaporator system along with vapor line juice heater and plate type heat exchangers were also maintained.
- 2) On Account of above measures and their efficient working the considerable saving of bagasse and energy saving have been achieved during the financial year.

b) The data achieved with regards to conservation of energy is furnished below :-

The company has commenced crushing operation w.e.f 16.12.2007 and all the necessary steps have been taken by the company to conserve the energy at all the levels by optimum utilization.

ELECTRICITY		2007-2008	2006-2007
Purchased			
Unit KWH		KWH	
Total Units		1006165	1088930
Total Amount(Rs.)		4522730	5368427
Rate per unit(Rs.)		4.50	4.93
<b>B. OWN GENERATION</b>			
i) Through Diesel Generator			
Unit		KWH	KWH
Total Unit		612839	161164
Units per Litre of Diesel Oil		3.52	3.64
Cost Per Unit (Rs.)		8.38	8.09
ii) Through stream Turbine/Generator			
Unit		KWH	KWH
Total Units		7797000	8375350
Units per Ton of fuel(Bagasse)		Steam produced	Steam produced
Cost per Unit(Rs )		by use of own	by use of own
		bagasse	bagasse
2. Coal/Furnance Oil		N.A	N.A
3. Other		N.A	N.A
4. Consumption of Per Unit of Production			
Sugar (Qtls)		155940	167507
Electricity(Units)		50.16	50
Distillery			
Boxes		1070140	1979711
Rectified Spirit (in BL)		5674085	5961582
Electricity(Units) (in cases)		1.49	0.63
Electricity(Units) Rectified Spirit (in BL)		0.28	0.21

**B. Technology Absorption**

- i) Research and Development  
No research and development work has been carried out by the company therefore; there is no expenditure under this head.
- ii) Technology Adaptation & Innovation.  
The company has not imported any technology for its plant. The company is using well-proved indigenous technology for sugar.

**2. FOREIGN EXCHANGE EARNING AND OUTGO**

Foreign Exchange Earning  
Foreign Exchange Outgo

Nil  
Nil

For Piccadily Sugar & Allied Industries Limited

Sd/-

(D.K. Sharma)  
Wholetime Director

Sd/-

(HPS Mann)  
Director (Cane)

Dethi  
2008

## **Management Discussion and Analysis Report**

Indian Sugar industry is Largest agro based industry and amongst the few industries that have successfully contributed to rural economy. The Sugar industry is a focal point for Socio-Economic development. The Area under Cultivation of sugarcane is around 4.83 million hectares constituting 4% of total cultivable area. The sugar industry supports over 50 million farmers and their families about 7% of the rural population and 0.5 million skilled & semi skilled workers mostly from rural areas.

Sugar industry has annually contributed US\$1200 million towards Central Govt Exchequer through Excise Duty on Sugar, Molasses and Alcohol and has also annually contributed US\$200 million towards State Govt Exchequer through State Taxes.

India is the world second largest producer of sugar contributes about 17 % of world production and largest consumer of sugar. Sugar output this year is expected about 26.8 million tonnes against a consumption of about 22.5 million tonnes. The exports of Sugar for the current year are likely to touch 4.0 million tonnes this year as against the exports of 1.7 million tonnes of previous year. Apart from meeting the Export demand estimated at 4 million tonnes, the closing stocks have been estimated at 9.5 million tonnes at the end of the current season.

Currently, the Indian sugar industry pays the highest cane price in the world while realising the lowest sugar price. Further the huge surplus which has been built up over the past two years has led to sharp decline in the prices of Sugar. The central Government has announced various remedial measures like loans against excise duty paid by sugar mills, Sugar development Loan etc for efficient working of sugar mills.

### **Future prospects**

The sugar output in India is likely to touch 26.8 million tones during the season of 2007-2008 as against the record production of 28.4 million tones of last season 2006-2007. India has not imported sugar since 2005.

It is expected that production of sugar for crushing seasons 2008-09 & 2009-10 will decline to 22.00 million-tonnes (app.) & 17 million (app.) tonnes respectively after two seasons of bumper output. This will lead to removal of imbalances between cost of production and Sale prices of Sugar and all other by products of sugar.

### **Ethanol**

In October 2007 the Government of India rolled out its new Bio policy. The Government has made it mandatory for Petrol to contain 10% Ethanol from October 2008. Moreover, the Sugar Mills have been permitted to convert cane juice directly into Ethanol. The new policy has been formed keeping in view the steep hike in the prices of crude oil and renewed interest shown by the Indian oil Companies.

Feasibility of using 10% Ethanol blend petrol in Indian conditions were carried out and established successfully. Also the Bureau of Indian Standards have amended gasoline specification providing for 10% Ethanol facilitating introduction of 10% ethanol blended petrol in the country. In Brazil about 25%. Ethanol is permitted to be dopped with petrol and it is expected that our country will follow the same.

### **Co-Generation of Power**

With a small beginning in the year 1993-94, Cogeneration of power has become a major activity of Sugar Mills. There are over 145 sugar mills out of 492 operating sugar factories have installed capacity to co generate power around 1800 MW of surplus power after meeting the in house requirement of 900 MW for captive use.

In India, the total shortfall in the availability of power has been assessed at 15750 MW of power and the full potential to co generate power by Sugar industry has been assessed at over 10500 MW, including 3500 MW for captive consumption and 7000 MW for Export. It is expected that when full potential of sugar industry is achieved, the contribution of cogeneration of power would be around 45% of the energy Shortfall.

### **Export of Sugar**

In India there is no long term policy for the export of sugar and first priority has been accorded to meet the domestic demand at reasonable prices. However in the case Surplus output of Sugar, the sugar is exported to East and South East Asia, West Africa, Iran, Iraq, Egypt, Yemen, Sri Lanka, Pakistan, Bangladesh, Afganistan etc. The growth in the exports is hampered due to sugarcane prices paid by Indian sugar industry to farmers is the highest in world.

However, in 2007-08 India has clearly demonstrated an ability to deliver significant volumes of both raw and white sugar to the International market.

### **Out Look / Projection**

The company's projection on crushing of Sugarcane for the current year 2008-2009 is 25 lac quintals. Company has been making all out efforts to encourage & motivate the farmers to cultivate the crop of sugarcane by providing the guarantee for the cane loans, pesticides, seeds to the cane growers.

**Risk and Concern**

The urban people in India are now becoming Health conscious and firmly believe that consuming of sugar in any form has adverse effect on human health. As a result of this people have restricted the consumption of Sugar. Studies by various health organizations have found no evidence where the sugar has been related to Diabetics or any other illness.

**Internal Control System & their adequacy**

The auditors have felt that the company has a reasonable system of authorization at proper levels with necessary controls on the purchase of sugar cane, issue of materials and components & other related system of Internal control is commensurate with the size of the company. They also felt that the company has a reasonable system of recording receipts of raw materials and components and the company is recording the sales and purchase through the software. The Software engineers regularly check software programme.

**Material Development in HRD/IR**

The current strength of the company is 98 and company engages the contract labour during off-season and in season.

**CORPORATE GOVERNANCE**

In compliance with the Corporate Governance requirements as stipulated in clause 49 of the Listing Agreement with the Stock Exchange, the company has been incorporating for the past few years, a separate section on Corporate Governance in its Annual report. The shareholders and investors would have found the information informative and useful.

Company's policies on the Corporate Governance and due compliance report on specific areas where ever applicable for the financial year ended 31<sup>st</sup> March 2008 are given here under divided into following areas :

**1. Company's philosophy on Corporate Governance**

The company adheres to good corporate practices and is constantly striving to better them and adopt the best practices. It is believed that adherence to business ethics and commitment corporate social responsibility would help the company achieve its goal of maximizing value of its stakeholders.

**2. Board of Directors**

The Board consists of Four Directors. The Directors on our board are highly qualified and experienced individuals who are active participants in the decision-making process and provide guidance and objective judgment to the company. The names of the director are following :-

	<b>Name of Directors</b>	<b>Nature</b>
1	Sh. D.K. Sharma	Independent Director
2	Sh. Harvinder Chopra	Independent Director
3	Sh. H.P.S. Mann	Independent Director
4	Sh. Ashok Sharma	Nominee Director

Attendance of each director at the Board meeting, last Annual General Meeting and number of other directorship of each Director in various companies.

Name of Directors	Attendance Particulars		No. of other Directorship	Member of Committee
	Board Meeting	Last AGM		
Sh. D.K. Sharma	6	Yes	-	4
Sh. Harvinder Chopra	6	Yes	-	1
Sh.H.P.S. Mann	6	Yes	-	4
Sh. Ashok Sharma	-	No	-	-

During the period starting from July 2007 to June 2008, Six Board Meetings were held on 31<sup>st</sup> July 2007, 31<sup>st</sup> October 2007, 31<sup>st</sup> January 2008, 20<sup>th</sup> March 2008, 26<sup>th</sup> April 2008 & 30<sup>th</sup> June 2008

**3. Audit Committee**

The Board of the company has constituted an Audit Committee of Three Directors, Sh. Harvinder Chopra, Sh. D.K. Sharma & Sh. H.P.S. Mann. The constitution of Audit Committee meets with the requirements of Section 292 A of the Companies Act, 1956.

**Terms of Reference**

The terms of reference stipulated by the Board to the Audit Committee are following

- > The members of the Audit Committee shall elect the Chairman from amongst themselves.



- ✓ The Annual report of the company shall disclose the composition of the Audit Committee.
- ✓ Every Audit Committee shall act in accordance with terms of reference to be specified in writing by the Board.
- ✓ The Chairman of the Audit Committee shall attend the Annual General meeting of the company to provide any clarification on matters relating to audit.
- ✓ To seek information from any employee.
- ✓ To investigate any activity within its terms of reference.
- ✓ To obtain outside legal or professional advice.
- ✓ To secure attendance of outsiders with relevant expertise, if it considers necessary.
- ✓ Discussion with the internal auditors any significant findings and follow up thereon.
- ✓ The Chairman of the Audit Committee shall attend the Annual General Meeting of the company to provide any clarification on matters relating to audit sought by the members of the company.

During the year the Audit Committee meeting was held on the following dates i.e. held on 29/06/2007, 30/10 /2007, 30/01/2008 & 28/06/2008.

**3. (A) General Body Meeting**

**Location and time for last 3 Annual General Meetings :**

Year	Meeting	Location	Date	Time
2005	AGM	Jakhal Road, Patran, Distt Patiala Punjab.	Friday 30/09/2005	4.00 P.M.
2006	AGM	Jakhal Road, Patran, Distt Patiala Punjab.	Saturday 30/09/2006	4.00 P.M.
2007	AGM	Jakhal Road, Patran, Distt Patiala Punjab.	Saturday 29/09/2007	4.00 P.M.

No postal ballots were used/ invited for voting at these meetings in respect of special resolution passed in these meetings.

(B) **Book Closure Date** : 16<sup>th</sup> September to 27<sup>th</sup> September 2008.

(C) **Dividend Payment Date** : The company has not declared any dividend.

**4. Means of Communication**

The quarterly results are published in the Hindustan Times, Indian Express, & Punjabi Tribune.

**5. Listing of Stock Exchange & Stock Code**

The shares of the company continue to be listed on The Stock Exchange, Mumbai. (BSE) & Stock code of the company is 507498

Note : Company has already made the payment of Annual listing Fees for the year 2008-2009

**6. Stock Market Data**

The details of monthly highest and lowest closing quotations of the equity shares of the company and number of shares traded during the each calendar month at Bombay Stock Exchange limited during the year ended 31<sup>st</sup> March 2008 as are under :

Month	High (Rs.)	Low (Rs)	Total no shares traded
April 2007	6.00	4.60	278974
May 2007	5.90	4.87	226820
June 2007	6.68	4.90	168243
July 2007	6.68	5.10	218994
August 2007	5.99	4.91	147270
September 2007	7.21	5.05	389730
October 2007	6.90	4.71	249780
November 2007	6.00	4.26	159900
December 2007	11.92	5.05	1165889
January 2008	13.57	5.84	649014
February 2008	7.73	5.47	121684
March 2008	7.71	6.36	168132

**7 Share Transfer System**

Shares after transfer are dispatched within the time subject to the documents being valid and complete in all respect through share transfer committee. During the year 13 Share Transfer Committee Meeting were held.

**8 Distribution of Shareholding as at 31<sup>st</sup> March 2008**

Shares holding of nominal value of Rs.10/- each	Share holders		Number of shares	Amount (in Rs)	Total (in %)
	Number	(in %)			
Upto 2500	45986	85.05	5262220	52622200	21.47
2501-5000	6083	11.25	2370890	23708900	9.67
5001-10000	1268	2.34	1075949	10759490	4.39
10001-20000	379	0.70	597236	5972360	2.44
20001-30000	152	0.28	386081	3860840	1.58
30001-40000	47	0.09	169417	1694170	0.69
40001-50000	49	0.09	233962	2339620	0.95
50001-100000	47	0.09	324495	3244950	1.32
100001 & above	57	0.11	1408880	14088800	57.48
	<b>54068</b>	<b>100.00</b>	<b>24509053</b>	<b>245090530</b>	<b>100.00</b>

**Share Holding Pattern at 31<sup>st</sup> March 2008**

	Number of Shares	Percentage
Promoters :	11780189	48.06
Bodies Corporate	1716025	7.00
Individuals	9602133	39.18
NR	1397121	5.70
Clearing Members	13585	0.06
<b>Total</b>	<b>24509053</b>	<b>100.00</b>

9. Outstanding GDRs/ ADRs warrants or convertible instruments, conversion data and likely impact on equity. **N.A.**

**10 Demat of Shares as on 31/03/2008**

The detail of demat of shares is as under:

	Number of Equity Shares	Percentage
NSDL : 8030951		32.77
CDSL : 1312949		5.36
<b>Total : 10199600</b>		<b>38.13</b>

**11. DISCLOSURES**

- a) Disclosure on materially significant related party transaction i.e. transactions of the company of material nature, with it promoters the directors or the management their subsidiaries or relatives etc., that may have potential conflict with the interest of the company at large.  
There are no transactions with any of the related Parties were in conflict with the interests of the company.
- b) Details of non-compliance by the company, penalties and stricture imposed on the company by Stock Exchange or SEBI or any statutory Authority, on any matter related to capital markets, during the last three years.  
No penalties, strictures were imposed on the company by Stock Exchange or SEBI or any Statutory Authority, on any matter related to capital markets, during the last three years.

**12 Registrar for Demat & Transfer of Shares**

Abhipra Capital Ltd., Ground Floor, Abhipra complex, Dilkhusha Industrial Area, A-387, GT Karnal Road, Azadpur, Delhi-110033

**13 Address for Plant Location & Correspondence**

Piccadilly Sugar & Allied Industries Limited, Jakhal Road, Patran, District. Patiala, Punjab.

**15 Annual General Meeting : 27th September 2008 at 4.00 P.M.**

**Date, Time & Venue** : Registered Office : Jakhal Road, Patran, Distt, Patiala, Punjab

**AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

We have examined the compliance of the conditions of Corporate Governance by Piccadilly Sugar & Allied Industries Ltd. for the year ended 31st March, 2008, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange, Mumbai.

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

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

On the basis of representation received from Company, we state that during the year ended 31st March, 2008 no investor grievances were pending for a period exceeding one month except where dispute or for want of completion of legal formalities. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Jain & Associates  
Chartered Accountants

Sd/-  
Neeraj Jain  
PARTNER

Place : New Delhi  
Dated : 31-07-08

**AUDITOR'S REPORT**

The Members of,  
Piccadily Sugar & Allied Industries Limited,

We have audited the attached Balance Sheet of M/s Piccadily Sugar & Allied Industries Limited as at 31<sup>st</sup> March 2008 and the Profit & Loss Account and Cash Flow Statement of the Company for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 amount 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.

1. As required by Companies (Auditors' Report) Order, 2004, issued by the Central Government of India in terms of Section 227(4A) of the Companies Act 1956, we annex hereto a statement on the matters specified in paragraph 4 & 5 of the said order.
2. Further to our comments in the annexure referred to in paragraph 1 above, we report that:
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion, the Company has kept proper books of accounts as required by law, so far as appear from our examination of the books.
  - c) The Balance Sheet and Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
  - d) In our opinion, the Balance Sheet, Profit & Loss Account and the Cash Flow Statement dealt with by this report are in compliance with accounting standards specified by The Institute of Chartered Accountants of India referred to in Section 211(3C) of Companies Act, 1956.
  - e) On the basis of the written representations received from the Directors as on 31.3.2008 & taken on record by the Board of Directors, we report that none of the Directors is disqualified for being appointed as a Director in terms of Clause (g) of sub-section (1) of Sec 274 of the Companies Act, 1956.
  - f) In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with notes thereon, give the information required by the Companies Act, 1956 in the manner so required and also give a true and fair view.
    - i) In the case the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2008.
    - ii) In the case of Profit and Loss Account, of the loss for the year ended on that date.
    - iii) In case of Cash Flow Statement, of the cash flows for the year ended on that date.

FOR JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS

Sd/-  
(NEERAJ JAIN)  
PARTNER  
M.NO.89477

PLACE: New Delhi  
DATE: 30-06-2008

**ANNEXURE TO THE AUDITORS' REPORT**

- I. In respect of its fixed assets :
  - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) According to the information and explanations given to us, the company has a system of physical verification of all its fixed assets once in a year. In our opinion having regard to the size of the company and the nature of its assets, the program of verification is reasonable. No material discrepancies have been noticed in respect of assets physically verified.
  - c) During the year, Company has not disposed of any substantial / major part of fixed assets.
- II. In respect of its inventories:
  - a) The inventory was physically verified during the year by the management. In our opinion, frequency of verification is reasonable.
  - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of inventory, the Company is maintaining proper records of its inventory. The discrepancies noticed on physical verification of inventory as compared to the book records were not

- material and have been properly dealt with in the books of account.
- III. A) According to the information and explanations given to us, and our verification we observed that the company during the year has not granted any loans to any party covered in the register maintained under section 301 of the Companies Act 1956.
  - B) According to the information and explanations given to us, and our verification we observed that the company during the year has not taken any loans from any party covered in the register maintained under section 301 of the Companies Act 1956.
  - IV. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods.
  - V. In respect of contracts or arrangements and transactions entered in the register maintained in pursuance of section 301 of the Companies Act 1956. To the best of our knowledge and belief and according to the information and explanation given to us, the company has not entered into any transactions that needed to be entered into the register maintained u/s 301 of the Companies Act, 1956.
  - VI. In our opinion, the Company has not accepted deposit under the provisions of section 58A and 58AA of the Companies Act, 1956 and the rules framed there under and the directives issued by the Reserve Bank of India.
  - VII. In our opinion, the Company has internal audit system which commensurate with the size and nature of its business.
  - VIII. The Company is required to maintain cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the company and according to the information and explanation given to us, the company has maintained proper records as prescribed by the central government.
  - IX. According to the information and explanations given to us in respect of Statutory and other dues:
    - a) The company is regular in depositing statutory and other dues, including provident fund, Investors Education and Protection Fund, Income Tax, Sales Tax, Excise Duty and any other statutory dues with the appropriate authorities during the year.
    - b) As per the information and explanation given to us, no disputed amounts payable in respect of Income Tax, Wealth Tax, Custom Duty were outstanding as on 31.03.2008 except in respect of Sales Tax demand of Rs 37.39 lacs against which appeal is pending before sales tax authorities.
  - X. The company has accumulated losses of Rs.3107.24 lacs and its paid up capital is Rs. 2444.19 lacs as such its net worth is fully eroded. The company has not incurred cash losses in the year under report and also has not incurred cash losses in the year immediately preceding the current financial year.
  - XI. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to Oriental Bank of Commerce which has been fully repaid & in case of State Bank of Patiala, the Company has been paying as per settlement.
  - XII. According to the information and explanations, given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
  - XIII. The company does not fall within the category of Chit fund/Nidhi/Mutual Benefit fund/Society and hence the related reporting requirements are not applicable.
  - XIV. According to information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments and hence the related reporting requirements are not applicable.
  - XV. The company has not given guarantee for loans taken by others from banks of financial institutions.
  - XVI. To the best of our knowledge and belief and according to the information and explanation given to us no term loans has been availed by the company.
  - XVII. According to the Cash flow statement and other records examined and as per the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
  - XVIII. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act 1956, during the year.
  - XIX. The Company has not issued any debentures during the year.
  - XX. The Company has not raised any monies by way of public issues during the year.
  - XXI. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

FOR JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS

Sd/-

(NEERAJ JAIN )  
PARTNER  
M NO. 89477

PLACE : New Delhi  
DATE : 30.06.2008

**BALANCE SHEET AS ON 31.3.2008**

	SCHEDULE	31.03.2008 (Amount in Rs.)	31.03.2007 (Amount in Rs.)
<b>I. SOURCES OF FUNDS</b>			
1. SHARE CAPITAL	A	244419030.00	244419030.00
2. SHARE APPLICATION MONEY		50000000.00	0.00
3. RESERVES & SURPLUS			
a) Capital Subsidy		3000000.00	3000000.00
4. LOAN FUNDS			
a) Secured Loans	B	105000138.44	185946288.48
b) Unsecured Loans		8150000.00	12225000.00
<b>GRAND TOTAL</b>		<b>410569168.44</b>	<b>445590318.48</b>
<b>II. APPLICATION OF FUNDS</b>			
1. FIXED ASSETS	C		
a) Gross Block		530412572.54	517642206.52
b) Less : Depreciation		220961458.85	198086105.72
c) Net Block		309451113.69	319556100.80
d) Capital Work-in-Progress		18794178.00	3208704.00
<b>TOTAL</b>		<b>328245291.69</b>	<b>322764804.80</b>
2. CURRENT ASSETS, LOANS AND ADVANCES	D		
a) Inventories		141553399.74	245611346.21
b) Sundry Debtors		9881854.12	4741881.40
c) Cash & Bank Balances		15365551.79	9747357.54
d) Loans and Advances		22482201.13	21512395.53
		<b>189283006.78</b>	<b>281612980.68</b>
Less :			
CURRENT LIABILITIES & PROVISIONS	E		
CURRENT LIABILITIES		415532892.28	460948954.67
PROVISIONS		2149818.00	2135315.00
<b>NET CURRENT ASSETS</b>		<b>(228399703.50)</b>	<b>(181471288.99)</b>
PROFIT & LOSS ACCOUNT	F		
		(310723580.25)	(304296802.67)
		310723580.25	304296802.67
<b>GRAND TOTAL</b>	<b>TOTAL</b>	<b>410569168.44</b>	<b>445590318.48</b>
Accounting Policies, Notes forming part of Accounts and General Business Abstract	G		

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
Director (Cane)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants

Sd/-  
(NEERAJ JAIN)  
Partner

PLACE : New Delhi  
DATED : 30-06-2008

- material and have been properly dealt with in the books of account.
- III. A) According to the information and explanations given to us, and our verification we observed that the company during the year has not granted any loans to any party covered in the register maintained under section 301 of the Companies Act 1956.
  - B) According to the information and explanations given to us, and our verification we observed that the company during the year has not taken any loans from any party covered in the register maintained under section 301 of the Companies Act 1956.
  - IV. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods.
  - V. In respect of contracts or arrangements and transactions entered in the register maintained in pursuance of section 301 of the Companies Act 1956. To the best of our knowledge and belief and according to the information and explanation given to us, the company has not entered into any transactions that needed to be entered into the register maintained u/s 301 of the Companies Act, 1956.
  - VI. In our opinion, the Company has not accepted deposit under the provisions of section 58A and 58AA of the Companies Act, 1956 and the rules framed there under and the directives issued by the Reserve Bank of India.
  - VII. In our opinion, the Company has internal audit system which commensurate with the size and nature of its business.
  - VIII. The Company is required to maintain cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the company and according to the information and explanation given to us, the company has maintained proper records as prescribed by the central government.
  - IX. According to the information and explanations given to us in respect of Statutory and other dues:
    - a) The company is regular in depositing statutory and other dues, including provident fund, Investors Education and Protection Fund, Income Tax, Sales Tax, Excise Duty and any other statutory dues with the appropriate authorities during the year.
    - b) As per the information and explanation given to us, no disputed amounts payable in respect of Income Tax, Wealth Tax, Custom Duty were outstanding as on 31.03.2008 except in respect of Sales Tax demand of Rs 37.39 lacs against which appeal is pending before sales tax authorities.
  - X. The company has accumulated losses of Rs.3107.24 lacs and its paid up capital is Rs. 2444.19 lacs as such its net worth is fully eroded. The company has not incurred cash losses in the year under report and also has not incurred cash losses in the year immediately preceding the current financial year.
  - XI. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to Oriental Bank of Commerce which has been fully repaid & in case of State Bank of Patiala, the Company has been paying as per settlement.
  - XII. According to the information and explanations, given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
  - XIII. The company does not fall within the category of Chit fund/Nidhi/Mutual Benefit fund/Society and hence the related reporting requirements are not applicable.
  - XIV. According to information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments and hence the related reporting requirements are not applicable.
  - XV. The company has not given guarantee for loans taken by others from banks of financial institutions.
  - XVI. To the best of our knowledge and belief and according to the information and explanation given to us no term loans has been availed by the company.
  - XVII. According to the Cash flow statement and other records examined and as per the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
  - XVIII. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act 1956, during the year.
  - XIX. The Company has not issued any debentures during the year.
  - XX. The Company has not raised any monies by way of public issues during the year.
  - XXI. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

FOR JAIN & ASSOCIATES  
CHARTERED ACCOUNTANTS

Sd/-

(NEERAJ JAIN )  
PARTNER  
M NO. 89477

PLACE : New Delhi  
DATE : 30.06.2008

**BALANCE SHEET AS ON 31.3.2008**

	SCHEDULE	31.03.2008 (Amount in Rs.)	31.03.2007 (Amount in Rs.)
<b>I. SOURCES OF FUNDS</b>			
1. SHARE CAPITAL	A	244419030.00	244419030.00
2. SHARE APPLICATION MONEY		50000000.00	0.00
3. RESERVES & SURPLUS		3000000.00	3000000.00
a) Capital Subsidy			
4. LOAN FUNDS	B	105000138.44	185946288.48
a) Secured Loans		8150000.00	12225000.00
b) Unsecured Loans			
<b>GRAND TOTAL</b>		<b>410569168.44</b>	<b>445590318.48</b>
<b>II. APPLICATION OF FUNDS</b>			
1. FIXED ASSETS	C	530412572.54	517642206.52
a) Gross Block		220961458.85	198086105.72
b) Less : Depreciation		309451113.69	319556100.80
c) Net Block		18794178.00	3208704.00
d) Capital Work-in-Progress			
<b>TOTAL</b>		<b>328245291.69</b>	<b>322764804.80</b>
2. CURRENT ASSETS, LOANS AND ADVANCES	D	141553399.74	245611346.21
a) Inventories		9881854.12	4741881.40
b) Sundry Debtors		15365551.79	9747357.54
c) Cash & Bank Balances		22482201.13	21512395.53
d) Loans and Advances			
		<b>189283006.78</b>	<b>281612980.68</b>
<b>Less :</b>			
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>	E	415532892.28	460948954.67
CURRENT LIABILITIES		2149818.00	2135315.00
PROVISIONS			
<b>NET CURRENT ASSETS</b>		<b>(228399703.50)</b>	<b>(181471288.99)</b>
<b>PROFIT &amp; LOSS ACCOUNT</b>	F	(310723580.25)	(304296802.67)
		310723580.25	304296802.67
<b>GRAND TOTAL</b>	<b>TOTAL</b>	<b>410569168.44</b>	<b>445590318.48</b>
Accounting Policies, Notes forming part of Accounts and General Business Abstract	G		

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
Director (Cane)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants  
Sd/-  
(NEERAJ JAIN)  
Partner

PLACE : New Delhi  
DATED : 30-06-2008

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2008**

<b>INCOME</b>		<b>31.03.2008</b>	<b>31.03.2007</b>
SALES	1	707182449.69	633353198.14
LESS :- EXCISE DUTY		(32516859.00)	(63482925.00)
SALES NET OF EXCISE DUTY		674665590.69	569870273.14
OTHER MISCELLANEOUS INCOME		7808599.50	6857022.15
PREVIOUS YEAR INCOME		0.00	400636.00
PROFIT ON SALE OF CAR		0.00	294916.00
<b>CLOSING STOCK :</b>			
FINISHED GOODS		95131999.65	214928446.84
WORK IN PROCESS		27431925.10	10315299.39
		<b>805038114.94</b>	<b>802666593.52</b>
<b>EXPENDITURE</b>			
<b>OPENING STOCK :</b>			
FINISHED GOODS		214928446.84	119438943.91
WORK IN PROCESS		10315299.39	16251869.91
COST OF RAW MATERIAL CONSUMED	2	338263720.16	375890914.32
MANUFACTURING EXPENSES	3	154242982.62	216058750.65
EMPLOYMENT COSTS	4	23487824.65	23650508.25
ADMINISTRATIVE EXPENSES	5	10074455.47	10298728.13
FINANCIAL EXPENSES	6	18427513.53	22752989.64
SELLING & DISTRIBUTION EXPENSES	7	18629768.69	34890559.89
DEPRECIATION	C	22875353.13	20537096.00
Service Tax		0.00	20465.00
		<b>811245364.48</b>	<b>839790825.70</b>
Previous Year Expenses		(6207249.53)	(37124232.18)
Fringe Benefit Tax		0.00	2848963.00
Excess Balances of Loans Written Back		219528.05	356282.00
Balance Transferred to Balance sheet		0.00	20491977.34
		(6426777.58)	(19837499.84)
Basic & Diluted Earning per Share(in Rs.)		(0.26)	(0.81)
Nominal Value per Shares (in Rs.)		10	10

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
DIRECTOR (CANE)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants

PLACE : New Delhi  
DATED : 30-06-2008

Sd/-  
(NEERAJ JAIN)  
Partner



**PICCADILY SUGAR AND ALLIED INDUSTRIES LTD.**

**SCHEDULE 'A' FORMING PART OF BALANCE SHEET AS ON 31.03.2008.**

PARTICULARS	31.03.2008	31.03.2007
<b>SHARE CAPITAL</b>		
a) Authorised 3,00,00,000 Equity Shares of Rs.10/- each (Previous year 2,50,00,000 Equity shares of 10/- each)	300000000.00	250000000.00
b) Issued,Subscribed & Paid up 24509053 Equity Shares of Rs.10/-each Less unpaid calls	245090530.00 671500.00	245090530.00 671500.00
	<b>244419030.00</b>	<b>244419030.00</b>

**SCHEDULE 'B' FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

**SECURED LOANS**

Loans & advances from banks :

1. TERM LOANS	20441931.95	52265094.00
FUNDED INTEREST TERM LOAN	45358823.00	41500000.00
WORKING CAPITAL TERM LOAN	0.00	15762327.00
WORKING CAPITAL FUNDED INTEREST TERM LOAN	0.00	12997855.00
INTEREST ACCRUED AND DUE (FITL)	0.00	22748937.00
2. CASH CREDIT ACCOUNTS	7653039.00	8500000.00
3. VEHICLE LOAN	308545.49	934276.48

Loans & advances from Others  
TERM LOANS

31237799.00	31237799.00
<b>105000138.44</b>	<b>185946288.48</b>

**UNSECURED LOANS**

- FROM BANKS

8150000.00	12225000.00
<b>8150000.00</b>	<b>12225000.00</b>

1. Term Loan from Banks is secured against first charge on all immovable fixed assets including land,building,plant&Machinery and another fixed assets of the company both present and future.
2. Term loan from ICICI & KOTAK MAHINDRA is secured against purchase of vehicle under Hire Purchase Agreements
3. Term loan from others RS 65 LACS is secured against equitable mortgage of land.
4. Term loan of Rs.247.37 for Distillery unit is Secured against Plant & Machinery.

SCHEDULE 'C' FORMING PART OF BALANCE SHEET AS ON 31.03.2008

GROSS BLOCK AT COST DEPRECIATION NET BLOCK

Particulars	Original Cost during the year	Less: Sale/Tr.	Total Cost 31.3.2008	Depreciation UPTO 31.03.07	Depreciation FOR THE YEAR	Dep. W/Bck	Total Depreciation	WDV AS ON 31.3.2008	WDV as on 31.03.2007
1. Land	13940100.18	0.00	18990100.18	0.00	0.00	0.00	0.00	18990100.18	13940100.18
2. Buildings	110171408.58	0.00	114183125.58	19188467.49	1819723.00	0.00	21008180.49	93174945.09	9382962.09
3. Plant & Machinery	286763087.48	0.00	286763087.48	16883383.48	15141091.02	0.00	183994174.50	102768912.98	117910004.00
4. Plant & Machinery (SBDP)	93963875.96	260007.00	93699872.96	3246408.91	4696732.54	0.00	8243141.55	88355831.41	90747467.06
5. Furniture & Fixtures	1679452.08	0.00	1791401.08	994578.66	131979.62	0.00	1126559.28	664842.80	694873.42
6. Office Equipment	2566810.98	0.00	2636482.98	1125549.91	165242.98	0.00	1290792.89	1545690.09	1440261.07
7. Agri. Equipments	846004.15	0.00	1111004.15	373254.30	51968.88	0.00	425253.17	685750.98	472748.88
8. Vehicles	5865100.56	0.00	5865100.56	3637129.86	329740.62	0.00	3966870.48	1888230.08	2227970.70
9. Tractor	458974.00	0.00	458974.00	499974.00	0.00	0.00	499974.00	0.00	0.00
10. Computer	1367391.56	455932.00	1813323.56	207689.11	238844.38	0.00	446533.49	1366810.06	1146722.44
TOTAL	517642206.82	12770668.00	530412872.82	198086106.72	22875353.13	0.00	220961459.85	309451113.67	319556100.80

PREVIOUS YEAR	437546482.98	80796723.53	700000.00	517642206.52	17817409.72	20537096.00	625100.00	190086105.72	319556100.80	259372373.27
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CAPITAL WORK IN PROGRESS

11. Advances for Capital Assets	3208704.00	2258214.00	0.00	5466918.00	0.00	0.00	0.00	5466918.00	3208704.00
12. Building Under Construction	0.00	1240603.00	0.00	1240603.00	0.00	0.00	0.00	1240603.00	0.00
13. Plant & machinery (turbine)	0.00	4387627.00	0.00	4387627.00	0.00	0.00	0.00	4387627.00	0.00
14. Brewery Project Under Construction	0.00	745942.00	0.00	745942.00	0.00	0.00	0.00	745942.00	0.00
15. Bio-Gas & ETP	0.00	4980889.00	0.00	4980889.00	0.00	0.00	0.00	4980889.00	0.00
16. ENA storage barrels	0.00	1964699.00	0.00	1964699.00	0.00	0.00	0.00	1964699.00	0.00
TOTAL	3208704.00	15585474.00	0.00	18794178.00	0.00	0.00	0.00	18794178.00	3208704.00
PREVIOUS YEAR	46576260.54	35663625.17	7933181.71	3208704.00	0.00	0.00	0.00	3208704.00	46576260.54

**SCHEDULE 'D' FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

(Amount in Rs.)

Particulars	Current Year 31.03.2008	Previous Year 31.03.2007
<b>CURRENT ASSETS LOANS AND ADVANCES</b>		
<b>A. CURRENT ASSETS</b>		
<b>INVENTORIES:</b>		
STOCK IN TRADE (As per inventories taken valued & certified by the management)		
i) <b>STORES &amp; SPARES</b>	11706213.97	10602790.79
ii) WORK IN PROCESS	27431925.10	10315299.39
iii) RAW MATERIAL	6344764.02	8909332.09
iv) MOLASSES STOCK (Traded)	0.00	116513.10
v) FINISHED GOODS	95131999.65	214928446.84
vi) RAW MATERIAL IN TRANSIT	938497.00	738964.00
<b>Total 'A'</b>	<b>141553399.74</b>	<b>245611346.21</b>
<b>ii) SUNDRY DEBTORS</b> (UNSECURED BUT CONSIDERED GOOD)		
DEBTS OUTSTANDING FOR A PERIOD EXCEEDING 6 MONTHS	1001281.12	1023056.54
OTHER DEBTS	8880573.00	3718824.86
<b>TOTAL 'B'</b>	<b>9881854.12</b>	<b>4741881.40</b>
CASH & BANK BALANCES		
i) CASH IN HAND	2826834.02	162489.04
ii) BALANCES WITH SCHEDULED BANK IN :		
CURRENT ACCOUNTS	11989118.77	8014105.50
i) FIXED DEPOSIT	479680.00	1479680.00
ii) INTEREST ACCRUED ON FDR	69919.00	91083.00
<b>Total 'C'</b>	<b>15365551.79</b>	<b>9747357.54</b>
<b>B. LOANS &amp; ADVANCES</b> (unsecured - considered good)		
Advances recoverable in cash or in kind or for value to be received.	15905453.13	14419460.53
Security Deposits	6576748.00	7092935.00
<b>TOTAL 'D'</b>	<b>22482201.13</b>	<b>21512395.53</b>
<b>G Total ('A'+ 'B'+ 'C'+ 'D')</b>	<b>189283006.78</b>	<b>281612980.68</b>

**SCHEDULE 'E' FORMING PART OF BALANCE SHEET AS ON 31.03.2008****CURRENT LIABILITIES AND PROVISIONS**

<b>A. CURRENT LIABILITIES</b>		
1. Sundry Creditors for capital goods	493311.00	398645.00
Others	376084915.18	420743303.92
2. Expenses Payable	3734245.00	3454656.58
3. Statutory Liabilities	24616530.82	27850480.79
4. Other Liabilities	4872947.28	4882420.38
5. Interest Accrued but not due.	5730943.00	3619448.00
<b>Total (Rs.)</b>	<b>415532892.28</b>	<b>460948954.67</b>
<b>B. PROVISIONS</b>		
Provision for Gratuity	2149818.00	2135315.00
<b>Total (Rs.)</b>	<b>2149818.00</b>	<b>2135315.00</b>

**SCHEDULE 'F' FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

(Amount in Rs.)

Particulars	Current Year 31.03.2008	Previous Year 31.03.2007
<b>MISCELLANEOUS EXPENDITURE</b>		
(to the extent not written off or adjusted)		
PROFIT & LOSS ACCOUNTS		
Profit/Loss as per last balance sheet	(304296802.67)	(284459302.83)
Net Profit/loss transfer profit & loss A/c	(6426777.58)	(19837499.84)
	<b>(310723580.25)</b>	<b>(304296802.67)</b>

**SCHEDULE 1 FORMING PART OF BALANCE SHEET AS ON 31.03.2008****SALES & OTHER INCOME**

SUGAR SALE	370491368.30	160449428.80
MOLASSES SALE	30589580.00	31899411.00
BAGGASSE SALE	119464.00	0.00
PML SALE	233354963.39	426402158.34
DENATURED SPIRIT SALE	3678274.00	5398000.00
ENA SALE	0.00	5977200.00
RECTIFIED SALE	60823750.00	3227000.00
FUSEL OIL SALE	77482.00	0.00
BIO COMPOST FERTILIZER SALE	8047568.00	0.00
<b>TOTAL (A)</b>	<b>707182449.69</b>	<b>633353198.14</b>
MISC INCOME	7808599.50	6857022.15
<b>TOTAL (B)</b>	<b>7808599.50</b>	<b>6857022.15</b>
<b>TOTAL (A+B)</b>	<b>714991049.19</b>	<b>640210220.29</b>

**SCHEDULE 2 FORMING PART OF BALANCE SHEET AS ON 31.03.2008****COST OF RAW MATERIAL/PURCHASES**

OPENING STOCK	8909332.09	6149628.01
COST OF RAW MATERIAL/PURCHASES	335699152.09	378650618.40
	344608484.18	384800246.41
LESS CLOSING STOCK	(6344764.02)	(8909332.09)
	<b>338263720.16</b>	<b>375890914.32</b>

**SCHEDULE 3 FORMING PART OF BALANCE SHEET AS ON 31.03.2008****MANUFACTURING EXPENSES**

CANE DEVELOPMENT EXPENSES	486938.00	2472022.00
CHEMICALS	11731932.37	11121316.41
PACKING MATERIALS	88196439.16	143783101.99
MACHINERY REPAIR	13098902.64	17538649.58
ELECTRICAL REPAIR	3064887.30	2667314.05
LOADING & UNLOADING	455743.00	491010.00
LEASE RENT	6683978.00	6607899.00
ENVIRONMENT & ETP EXPENSES	3290722.00	1257232.00
POWER & FUEL	27233440.15	22373341.62
EXCISE DUTY	0.00	7746864.00
	<b>154242982.62</b>	<b>216058750.65</b>

**SCHEDULE 4 FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

Particulars	Current Year 31.03.2008	Previous Year 31.03.2007
<b>EMPLOYMENT COST</b>	22657936.65	22705430.00
SALARY, WAGES & BONUS	222434.00	288355.00
PROVIDENT FUND	506928.00	606184.25
STAFF WELFARE	100526.00	50539.00
GRATUITY PROVISIONS	<u>23487824.65</u>	<u>23650508.25</u>

**SCHEDULE 5 FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

**ADMINISTRATIVE, SELLING & OTHER EXPENSES**

ADVERTISMENT AND PUBLICITY	81602.00	136638.00
LEASE RENT/ HIRE CHARGES	62707.91	119975.74
AUDIT FEE	50000.00	50000.00
TAX AUDIT FEES	10000.00	10000.00
DIRECTOR REMUNERATION	360000.00	264800.00
TRAVELLING & CONVEYANCE	1067127.00	1412930.50
FEES & TAXES	2327033.00	1536875.00
INSURANCE	498180.00	460344.00
POSTAGE AND TELEPHONES	1078006.60	1311754.39
PRINTING AND STATIONERY	346043.00	534602.00
PROFESSIONAL CHARGES	694700.00	628307.00
OFFICE RENT	1578352.00	2379350.00
RUNNING AND MAINTENANCE OF VEHICLES	448089.86	409310.88
REPAIR AND MAINTENANCE		
BUILDING	1397119.10	643845.62
OTHER	64294.00	197124.00
SUNDRY BALANCE W/OFF	0.00	126746.00
DONATIONS	11201.00	76125.00
	<u>10074455.47</u>	<u>10298728.13</u>

**SCHEDULE 6 FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

**FINANCIAL EXPENSES**

INTEREST	17200211.73	22109569.04
BANK CHARGES	1227301.80	643420.60
	<u>18427513.53</u>	<u>22752989.64</u>

**SCHEDULE 7 FORMING PART OF BALANCE SHEET AS ON 31.03.2008**

**SELLING & DISTRIBUTION EXPENSES**

LOADING CHARGES	950633.00	1303229.00
BREAKAGE	42762.24	632642.24
SALES PROMOTION	365212.45	278218.90
COMMISSION ON SALES	10083621.00	17186506.00
FREIGHT OUTWARDS	7187540.00	14918955.00
EXPORT DUTY	0.00	571008.75
	<u>18629768.69</u>	<u>34890559.89</u>

**SCHEDULE-G ACCOUNTING POLICIES AND NOTES ON ACCOUNTS AND BALANCE SHEET ABSTRACT  
AND COMPANY'S GENERAL BUSINESS PROFILE**

**A. Accounting Policies**

- 1 The Company prepares its accounts on accrual basis, except otherwise stated, in accordance with the normally accepted accounting principles and Accounting Standards & Relevant Provisions of the Companies Act, 1956.
- 2 **Fixed Asset & Depreciation**  
Fixed Assets are stated at their original cost of acquisition including all related expenses on acquisition and installation. Depreciation on fixed assets (includes composite depreciation charged on factory buildings and other buildings) has been provided on straight line method on pro-rata basis as per rates briefed in Schedule XIV of Companies Act 1956.
- 3 **Inventories :**
  - a) Raw Material : At cost on FIFO basis.
  - b) Consumable Stores & Spares : At cost.
  - c) Work in progress : At estimated cost including expenses attributable to production on percentage completion basis/ net realizable value, whichever is low.
  - d) Finished Goods : At weighted average cost/net realizable value whichever is low, including excise duty and all expenses attributable to production.
  - e) By Products : At net realisable value inclusive of Excise Duty.
- 4 Sales are inclusive of Excise Duty.
- 5 Contingent liabilities are not provided for and are disclosed by way of notes.
- 6 Gratuity Liability has been provided on accrual basis computed for the employees who have completed minimum period of service as per Gratuity Act.
- 7 Accounting policies not specifically referred to are in consistent with generally accepted accounting principles.

**B. NOTES ON ACCOUNTS**

	(Rs in Lacs)	(Rs in Lacs)
	Current Year	Previous Year
1 Contingent Liabilities :		
a) Additional demand raised by Sales tax Authorities pending in appeals	37.39	37.39
b) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	15.00	4.13
c) Contingent Liability in respect of Interest on cane cess, if any.	Unascertained	Unascertained
d) Contingent Liability in respect of Unassessed cases of Income Tax, Sales Tax, Excise duty.	Unascertained	Unascertained
2 Sundry debtors, loans and advances and Sundry Creditors are subject to confirmation, reconciliation and adjustment.		
3 The remuneration paid to directors is as follows :	Current Year	Previous Year

- |  |           |           |
|--|-----------|-----------|
|  | 360000.00 | 264800.00 |
| Whole time director  |           |           |
| 4 The company has made full & final payment to OBC loan & received no dues certificate as on 31.03.2008 in respect of it.  |           |           |
| 5 Sundry creditors and loans & advances are subject to confirmation, reconciliation and adjustments.   |           |           |
| 6 Sale and cost of raw material consumption includes Rs.305.90 lacs (previous year Rs.318.99 lacs) on account of inter-unit transfer of Molasses from sugar division to Distillery Unit(including excise duty.)                |           |           |
| 7 Financial expenses include interest on term loan 74.64 lacs (PREV. YEAR Rs.61.80 lacs) and on cash credit account Rs. 68.44 lacs (Previous year 117.09 lacs).  |           |           |
| 8 Miscellaneous income of Rs. 78.09 lacs includes Rs. 0.71 lacs as interest, Rs. 9.71 lac as breakage recovered, Rs 18.39 lacs sundry balances written off, Rs 48.86 lacs as excise duty, Rs 0.42 lacs as bad debts recovered. |           |           |
| 10 The installments of term loans payable within one year period is Rs. 243.35 lacs ( previous year 463.39 lacs)   |           |           |
| 11 The break up of Deferred Tax is as under :-   |           |           |

	31.03.2008 (Rs. In Lacs)	31.03.2007 (Rs. In Lacs)
<b><u>Deferred Tax Assets</u></b>		
1 On account of carry Forward tax losses & Unabsorbed depreciation	767.97	856.16
2 Expenses allowable on payment basis (u/s 43 B)	7.31	7.24
Total (A) :-	775.28	863.40
<b><u>Deferred Tax Liability</u></b>		
Timing difference on account of depreciation	523.55	525.38
Total (B) :-	523.55	525.38
<b>NET DEFERRED TAX ASSETS</b>	<b>251.73</b>	<b>338.02</b>

The company has not recognized deferred tax assets as there is reasonable certainty considering the quantum of losses available to the company to be carried forward to subsequent Assessment year, the same may not be fully adjusted against future profit in view of Provision of Sec 72(3) of Income Tax Act 1961.

- 12 The company has calculated earning per share in accordance with Accounting Standard 20 issued by the Institute of Chartered Accountants of India, as per details given below :
- | PARTICULARS            | Current Year | Previous Year |
|------------------------|--------------|---------------|
| PROFIT DURING THE YEAR | (6426778.00) | (19837500.00) |
| NO OF SHARES           | 24441903.00  | 2441903.00    |
| FACE VALUE             | 10.00        | 10.00         |
- 13 Segment Reporting :- As per the Accounting standard No. 17 issued by the institute of Chartered Accountants of India, New Delhi. Segment reporting is applicable to the company as the company

has two profit centers i.e. Sugar Unit & Distillery Unit. The main Financials of the reporting is given as under :-

	(Rs. In Lac)		
	<u>SUGAR UNIT</u>	<u>DISTILLERY UNIT</u>	<u>TOTAL</u>
a) Segment Revenue	3482.12	3013.24	6495.36
External Sales	251.29	0.00	251.29
Inter Segment Revenue	3733.41	3013.24	6746.65
TOTAL			
b) Segment Results			
Profit before Interest, Depreciation & Taxation	(47.94)	398.89	350.95
Depreciation	164.28	64.47	228.75
Profit After Depreciation	(212.22)	334.42	122.20
Interest Expenses	154.98	29.30	184.28
Provision for Taxation	0.82	1.37	2.19
Net Profit/Loss	(368.02)	303.75	(64.27)
Other information			
Segment Assets	363.70	249.51	613.21
Segment Liabilities	800.49	249.51	1050.00
Capital Expenditure Depreciation debited to P&L A/c	164.28	64.47	228.75

**Notes :-**

- a) The Company has identified Business Segments as primary Segments. The reportable business Segments are "Sugar" and Distillery.
  - b) The type of products in each business segments are as under:
    1. Sugar : Sugar, Molasses and Bagasse
    2. Distillery: - Punjab Medium Liquor (PML), Rectified and Spirit and De-natured spirit.
  - c) Interdivisional transfers have been valued at prevailing market price.
  - d) Accumulated losses of Rs. 3107.24 lacs have been excluded from Segments Assets shown above
  - e) There is no unallocated amount of revenue /expenses
- 14 The information as required by para 3,4C and 4D of part II of Schedule VI of the companies Act, 1956 :-

A. PARTICULARS OF LICENCED/INSTALLED UNIT	CAPACITY/PRODUCTION/PURCHASE	
	CURRENT YEAR	PREVIOUS YEAR
LICENCED CAPACITY		
INSTALLED CAPACITY		
SUGAR UNIT	TCD 2500	2500
DISTILLERY UNIT	KLPD 40	40
PRODUCTION :-		
SUGAR	QTLs IN LACS 1.56	1.67
MOLASSES	QTL IN LACS 1.11	0.93
MOLASSES PURCHASED	QTLs IN LACS 2.63	2.70
PUNJAB MEDIUM LIQUOR	CASES IN LACS 10.70	19.80
DE- NATURED SPIRIT	BULK LITRES IN LACS 1.36	2.56
RECTIFIED SPIRIT	BULK LITRES IN LACS 56.74	59.61



The installed capacity has been certified by the management and has not been verified by the Auditors being a technical matter.

**B. PARTICULARS OF RAW MATERIAL CONSUMED:( INDEGENIOUS 100%)**

	UNIT	Qty	Value (Rs. in Lacs)
Sugar cane	Qtls(in lacs)	17.62 (19.23)	2288.95 (2554.17)
Molasses	Qtls (in Lacs)	2.72 (2.68)	1093.68 (1029.45)
Rice-Grain	Quintals	NIL (24709.00)	NIL (175.28)

**C. OPENING AND CLOSING STOCK OF WORK IN PROCESS**

(Figure of Qty and value in lacs)

WORK IN PROCESS		OPENING STOCK		CLOSING STOCK	
	UNIT	QTY	Value	QTY	Value
1	SUGAR BAGS	495.00 (3905.00)	6.42 (72.39)	5861.00 (495.00)	83.74 (6.42)
2	MOLASSES QTLS	220.00 (3874.00)	0.75 (10.65)	5886.00 (220.00)	23.21 (0.75)

**C. PARTICULARS OF SALES**

(Figure of Qty and value in lacs)

	Unit	Qty	Value	
1	Sugar	Bags	2.48 (0.87)	3704.91 (1604.49)
2	Molasses	Qtls	0.72 (0.77)	305.90 (318.99)
3	PML	IN CASES	10.64 (19.78)	2333.55 (4264.02)
4	DE-NATURED Spirit	IN BULK LITRES	1.95 (2.70)	36.78 (53.98)
6	Rectified Spirit	IN BULK LITRES	24.55 (1.20)	608.24 (32.27)
7	ENA	IN BULK LITRES	NIL (2.16)	NIL (59.77)
8	Biocompost Fertilizer	IN BAGS	1.90 NIL	80.48 NIL

**D. OPENING AND CLOSING STOCK OF FINISHED GOODS**

(Figure of Qty and value in lacs)

	Unit	Qty	Value	
1	OPENING STOCK SUGAR	BAGS	1.34 (0.55)	1937.70 (1083.11)
2	MOLASSES	QTLS	0.31 (0.15)	134.00 (52.95)

3	PML	CASES IN LACS *	0.31	46.06
			(0.21)	(37.36)
4	DE-NATURED SPIRIT	B.L. IN LACS	0.60	14.02
			(0.74)	(20.97)
5	RECTIFIED SPIRIT	B.L. IN LACS	3.96	95.98
			(2.80)	(79.47)
6	ENA	B.L. IN LACS	0.64	17.66
			NIL	NIL

\* each case of 9 Ltrs.

## CURRENT YEAR / (PREVIOUS YEAR)

		Unit	Qty	Value
1.	CLOSING STOCK			
	Sugar	Bags	0.37	591.46
			(1.34)	(1937.70)
2.	Molasses	Qtls	0.69	339.57
			(0.31)	(134.00)
3.	PML	CASE IN LACS	0.16	20.13
			(0.31)	(46.06)
4.	DE NATURED SPIRIT	B.L IN LACS	0.008	0.16
			(0.60)	(14.02)
5.	Rectified Spirit	B.L IN LACS	6.09	167.37
			(3.96)	(95.98)
6.	ENA	B.L IN LACS	NIL	NIL
			(0.64)	(17.66)

Figures in brackets represents previous year figures.

E.	Earnings in Foreign Exchange	Rs. Nil.	(Rs. Nil)
F.	Value of imports of CIF basis	Rs. Nil.	(Rs. Nil)
G.	Expenditure of Foreign currency	Rs. 4.39	(Rs. Nil)
H.	The previous year's figures have been recast/regrouped wherever considered necessary to facilitate comparison.		
I.	Schedule A to G and Annexure 1 to 7 form an integral part of Balance Sheet and Profit & Loss Account		

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
DIRECTOR (CANE)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants

Sd/-  
(NEERAJ JAIN)  
Partner

PLACE : New Delhi  
DATED : 30-06-2008

**PICCADILY SUGAR AND ALLIED INDUSTRIES LTD.  
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I Registration No. L15424PB1993PLC013137 State Code 16  
Balance Sheet Date 31.03.08

**II Capital Raised during the year(Amount in Rs. Thousands)**

Public Issue NIL	Right Issue NIL
Bonus Issue NIL	Private Placement NIL

**III Position of mobilisation and Deployment of funds(Amount in Rs. Thouand)**

Total Liabilities 410569	Total Assets 410569
Source of Funds	
Paidup Capital 244419	Reserves & Surplus 53000
Secured Loans 105000	Unsecured Loans 8150
Application of Funds	
Net Fixed Assets 328245	Investments 0
Net Current Assets (228,400)	Miscellaneous Expenditure 0
Accumulated Losses 310724	

**IV) Performance of Company(Amount in Rs. Thousand)**

Turnover/Miscellaneous Income 682474	Total Expenditure 688901
Profit Before Tax (6,427)	Profit After Tax (6,427)
Earning Per Share in Rs. (0.26)	Dividend Rate % NIL

**V) Genetic Names of three Product service of company (As per monetary Terms)**

<b>Item Code No. (ITC Code)</b>	<b>Product Description</b>
17011109	White Crystal Sugar
17031000	Molasses
23010000	Bagasse

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
DIRECTOR (CANE)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants

PLACE : New Delhi  
DATED : 30-06-2008

Sd/-  
(NEERAJ JAIN)  
Partner

## PICCADILY SUGAR AND ALLIED INDUSTRIES LTD.

CASH FLOW STATEMENT	(Amount Rs. '000)	
	31.03.2008	31.03.2007
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>	(6426.78)	(19837.50)
Net Profits		20537.10
<b>ADJUSTMENTS FOR :</b>	22875.35	22109.57
Depreciation	17200.21	(15.07)
Interest on term loans	(70.90)	(20491.98)
Interest Received	0.00	356.28
Excess balance written back	219.53	50.54
Income tax	14.50	(294.92)
provision for gratuity	0.00	1.11
Profit on sale of assets	0.00	
Investment w/off	33811.92	2415.13
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHARGES</b>		(2680.08)
<b>ADJUSTMENTS FOR :</b>	(5139.97)	(93973.39)
Trade & Other Receivables	104057.95	203263.86
Inventories	(47442.55)	106610.39
Trade payables	51475.42	109025.52
	85287.34	(249.54)
<b>Cash flow from operating Activities</b>	(304.53)	108775.98
Direct Taxes Paid/	84982.80	
<b>Cash flow from operating Activities</b>		(37428.17)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>	(28355.84)	369.82
Purchase of fixed Assets	0.00	4084.26
sale of assets	(969.81)	0.00
Loans & Advances	0.00	0.00
Purchase/(sale) of Investments	0.00	15.07
Capital Issue & Deferred Expenses	70.90	(32959.02)
Interest Received	(29254.74)	
<b>Net Cash from investing activities</b>		(30054.21)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>	(80946.15)	415.00
Repayment of Term Loans	0.00	(25119.70)
Receipt of loan	(4075.00)	3000.00
Payments of Unsecured loans	0.00	0.00
Receipt of capital subsidy	50000.00	(23423.23)
Receipt of share application money	(15088.72)	(75182.14)
Interest Paid on Borrowings	(50109.87)	634.82
<b>Net Cash flow from Financing Activities</b>	5618.19	9112.54
<b>Net increase in Cash or Cash Equivalents</b>	9747.36	9747.36
Cash & Cash Equivalents as on 31.3.2007	15365.55	634.82
Cash & Cash Equivalents as on 31.3.2008	5616.19	

for and on behalf of the Board

Sd/-  
(D.K. SHARMA)  
(WHOLE TIME DIRECTOR)

Sd/-  
(H.P.S. MANN)  
DIRECTOR (CANE)

In Terms of our separate Report of even Date  
For Jain & Associates  
Chartered Accountants  
Sd/-  
(NEERAJ JAIN)  
Partner

PLACE : New Delhi  
DATED : 30-06-2008

## AUDITOR'S CERTIFICATE

We have checked the above Cash Flow Statement of Piccadilly Sugar & Allied Industries Limited derived from the audited financial statement for the year 31st March 2008 with the books record maintained in the ordinary course of business and found the same in accordance here with

For Jain & Associates  
Chartered Accountants  
Sd/-  
(NEERAJ JAIN)  
Partner

Place : Chandigarh  
Dated : 30-06-2008

### PROXY FORM

#### PICCADILY SUGAR & ALLIED INDUSTRIES LTD.

Regd. Office : Jakhall Road, Patran, Distt. Patiala, Punjab

I/We \_\_\_\_\_ of  
\_\_\_\_\_ in the District of \_\_\_\_\_  
(Address)

being a member(s) of **PICCADILY SUGAR & ALLIED INDUSTRIES LTD.** hereby appoint  
\_\_\_\_\_ of \_\_\_\_\_ in the District of \_\_\_\_\_  
or failing him \_\_\_\_\_ of \_\_\_\_\_  
in the District of \_\_\_\_\_

as my/our Proxy to vote for me/us on my/our behalf at the 15th Annual General Meeting of the Company to be held on Saturday, 27th September, 2008 at 4.00 P.M. at the Registered Office of the company Jakhall Road, Patran, Distt. Patiala, Punjab.

AS WITNESS my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2008.

Regd. Folio No./Client ID \_\_\_\_\_

Signature

Affix Rs. 1/-  
Revenue  
Stamp

- Note :
1. The proxy must be returned so as to reach the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
  2. Please write complete address and Regd. Folio Number.

✂----- ✂----- ✂

#### ATTENDANCE SLIP

#### PICCADILY SUGAR AND ALLIED INDUSTRIES LTD.

Regd. Office : Jakhall Road, Patran, Distt. Patiala, Punjab

I hereby record my presence at the 15th Annual General Meeting of **Piccadily Sugar and Allied Industries Limited** held at the Registered Office of the Company Jakhall Road, Patran, Distt. Patiala, Punjab on the Saturday, 27th September 2008 at 4.00 P.M.

Full Name of the Shareholder/Proxy \_\_\_\_\_

Full Address of the First Shareholder \_\_\_\_\_

Regd. Folio No./Client ID \_\_\_\_\_

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

Share Holder's/Proxy's Signature \_\_\_\_\_

To be used when share holder First named is not attending. Please give full name; of the 1st Joint holder Mr./Mrs./Miss \_\_\_\_\_

**PICCADILY Sugar and Allied Industries Ltd.**

**piccadily**

**BOOK POST**

If undelivered, please return to  
**PICCADILY SUGAR AND ALLIED INDUSTRIES LTD.**  
Regd. Office : Jakhai Road, Patran.  
Distt. Patiala, Punjab