



21st

Annual Report

2013-14

**Piccadily Sugar &
Allied Industries Ltd.**

BOARD OF DIRECTORS

Sh. Devinder Sharma, Wholetime Director
 Sh. Harvinder Chopra, Independent Director
 Sh. Jai Parkash Kaushik, Independent Director
 Sh. Ashok Sharma, Nominee Director

AUDITORS

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

AUDIT COMMITTEE

1. Sh. Devinder Sharma, Wholetime Director
2. Sh. Harvinder Chopra, Director (Finance)
3. Sh. Jai Parkash Kaushik, Director

REGISTERED OFFICE & FACTORIES

Jakhal Road, Patran,
 Distt. Patiala, Punjab

CORPORATE OFFICE

DLF Building, D Block, 3rd Floor
 IT Park Chandigarh

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NOTICE

Notice is hereby given that the Twenty first Annual General Meeting of the members of Piccadily Sugar & Allied Industries Limited will be held on Tuesday, 30th September 2014 at 10.30 A.M. at its Registered office. i.e. Jakhai Road, Patran, Distt. Patiala, Punjab to transact the following business:-

A. ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Financial Statement of the company for the financial year ended March 31, 2014, the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Sh. Devinder Sharma (DIN:03264719), who retires by rotation at this Annual General Meeting and being eligible has offered himself for reappointment.
3. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as Ordinary Resolution
"Resolved that M/s Jain & Associates, Chartered Accountants (Registration no 01361N), be and are hereby appointed as Statutory Auditors of the company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the company at such remuneration as shall be fixed by the Board of Directors of the company."

B. SPECIAL BUSINESS:

4. To appoint Sh. Harvinder Chopra as an Independent Director and in this regard to consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:-
"Resolved that pursuant to the provisions of Sections 149, 152 and all other applicable provisions of the Companies Act, 2013 and the companies rules made there under read with Schedule IV to the Companies Act, 2013; (as amended up to date) and clause 49 of the Listing Agreement, Sh. Harvinder Chopra (DIN:00129891), a non executive Director of the company who has submitted a declaration that he meets the criteria for independence as provided in section 149 (6) of the Act and who is eligible for appointment, be and is hereby appointed as an independent Director of the company to hold office for five consecutive years for a term commencing from September 30,2014 up to September 29,2019."
5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:-
"Resolved that pursuant to the provisions of Sections 149, 152 and the other applicable provisions of the Companies Act, 2013 and the rules made there under read with Schedule IV to the Companies Act, 2013 (as amended up to date) and clause 49 of the Listing Agreement, Sh. Jai Parkash Kaushik (DIN : 02354480), a non executive Director of the company, who has submitted a declaration that he meets the criteria for independence as provided in section 149 (6) of the Act and who is eligible for appointment, be and is hereby appointed as an independent Director of the company to hold office for five consecutive years for a term commencing from September 30,2014 up to September 29,2019."
6. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:-
"RESOLVED THAT in supersession of the resolution passed by the members of the company at the 2nd Annual General meeting of the company held on September 23,1995 and pursuant to section 180 (1) (c) and any other applicable provisions of Companies Act 2013 (corresponding to section 293(1)(d) of The Companies Act 1956) and the rules made there under including any statutory modification(s) or re-enactment thereof for the time being in force, the consent of the company be and is hereby accorded to the Board of Directors of the company (hereinafter referred to as "The Board" which term shall be deemed to include any committee thereof) to borrow any sum or sums of money from time to time, for the purpose of company on such terms & conditions and with or without security as the Board of Directors may in its discretion think fit, notwithstanding that the money or monies to be borrowed together with the monies already borrowed by the company (apart from the temporary loans obtained from the company's Banker in the ordinary course of business) may exceed the aggregate paid up share capital of the company and its free reserves provided however that the total borrowings outstanding at any one time including the monies already borrowed shall not exceed a sum of Rs.100.00 Crores (Rupees One hundred crores only)
"RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the board be and is hereby authorised to finalise, settle, and execute such documents /Deeds/writings/ papers/agreements as may be required and do all such acts, deeds, matters and things, as it may, in its absolute discretion deem necessary, proper and requisite"
7. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:-
"RESOLVED THAT in supersession of the resolution passed by the members of the company at the 2nd Annual General meeting of the company held on September 23, 1995 and pursuant to section 180 (1) (a) and any other applicable provisions of Companies Act 2013 (corresponding to section 293(1) (a) of The Companies Act 1956) and the rules made there under including any statutory modification(s) or re-enactment thereof for the time being in force), the consent of the company be and is hereby accorded to the Board of Directors of the company (hereinafter referred to as "The Board" which term shall be deemed to include any committee thereof) to create mortgage/ hypothecation and/or charge in addition to the existing mortgages /charges/hypothecation created / to be created by the company in such form and manner and with such ranking and on such terms as the Board may determine on all or any of the movable and / or immovable properties, both present & future or substantially the whole of the undertaking(s) or the undertaking(s) of the company for securing any loan / credit facility obtained or as may be obtained from any lender, financial institution, bankers, central / state Government or person or persons from time to time together with interest, costs, charges, expenses and any other money payable by the company."
"RESOLVED FURTHER that for the purpose of giving effect to this resolution, the board be and is hereby authorised to finalise, settle, and execute such documents /Deeds/writings / papers/agreements as may be required and do all such acts, deeds, matters and things, as it may, in its absolute discretion deem necessary, proper and requisite"
8. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:-
"RESOLVED that pursuant to the provisions of section 148 and all other applicable provisions of the Companies Act 2013 and the Companies (Audit and Auditors) Rules 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the cost Auditors appointed by the Board of Directors of the company to conduct the audit of the cost records of the company for the financial year ending March 31, 2015 be paid the remuneration as set out in the statement annexed to the Notice convening this meeting."
"RESOLVED FURTHER that the Board of Directors of the Company be and is hereby authorised to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution"

By Order of the Board of Directors
Sd/-
Nikhilesh Verma
Company Secretary

Dated: 30/05/2014
Place: Gurgaon

Notes:-

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself / herself and the proxy so appointed need not be a member of the company. The instrument appointing Proxy should however be deposited at the Registered office of the company not less than 48 hours before the time and date fixed for the meeting.
A person can act as a Proxy on behalf of members not exceeding Fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as a proxy and such person shall not act as a Proxy for any other member.
A proxy form is attached to the Annual Report
2. The company has already notified closure of Register of members and Share Transfer Books from Monday 22nd September to Tuesday, 30th September 2014 (both days inclusive) for purpose of Annual General Meeting.
3. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their depository participants with whom they are maintaining demat accounts. Members holding shares in physical form are requested to advise any change of address to the Company/Registrar and Share Transfer Agent.
4. Corporate members intending to send their authorised representatives to attend the meeting are requested to send to the company a certified copy of the Board resolution authorising their representative to attend and vote on their behalf at the meeting.
5. Members are requested to bring their attendance slip along with their copy of Annual report to the meeting.
6. **Members who have not registered their email addresses so far are requested to register their e-mail address for receiving all communications including Annual Report, Notices, Circulars etc from the company electronically.**
7. 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.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit the PAN to their Depository participants with whom they are maintaining their Demat Accounts. Members holding their shares in physical form can submit details to the company /Registrars and Transfer Agents Abhipra Capital Ltd., Ground Floor, Abhipra Complex, Dilkhush Industrial Area, A-387, GT Karnal Road, Azadpur, Delhi-110033
9. Members holding shares in physical form are requested to consider converting their holdings to dematerialised form to eliminate all risks associated with physical shares and for ease of portfolio management.
10. Voting through Electronic mode
In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide its members facility to exercise their right to vote at the 21st Annual General Meeting (AGM) on the items mentioned in the notice by electronic means through e-voting Services provided by National Securities Depository Ltd (NSDL). The e-voting shall be open from September 23, 2014 (10.00 A.M.) to September 25, 2014 (5.00 P.M.) (both days inclusive)
Mr. Kanwaljeet Singh, a practising Company Secretary has been appointed as the Scrutinizer for conducting the e-voting process in a fair and transparent manner.
The detailed procedure and instructions for e-voting is as follows:
 - A. In case a Member receives an email from NSDL (For Members whose e-mail addresses are registered with the company / depositories)
 - i. Open the e-mail & also open PDF file namely "PSAIL e-voting pdf" with your client ID or folio no. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
 - ii. Open the internet browser and type the following URL: <http://www.evoting.nsd.com>
 - iii. Click on Shareholder-Login
 - iv. If you are already registered with NSDL for e voting then you can use your existing user ID and password.
 - v. If you are logging for the first time, please enter your user ID and password provided in the PDF file attached with the e-mail as initial password.
 - vi. The pass word change menu will appear on your screen. Change to a new password of your choice, making sure that it contains a minimum of 8 digits or characters or a combination of both. Please take utmost care to keep your password confidential.
 - vii. Once the e-voting home page opens, click on e-voting >active voting cycles.
 - viii. Select "EVEN" (E -Voting Event number) of Piccadily Sugar & Allied Industries Limited.
 - ix. Cast your vote by selecting appropriate option and Click on "submit" and also confirm when prompted.
 - x. Upon confirmation of message, the message "Vote Caste Successful" will be displayed.
 - xi. Once your vote on the resolution is cast, the member shall not be allowed to change it subsequently.
 - xii. Institutional shareholders (i.e. other than individuals , HUF, NRI etc.) are required to send scanned copy(PDF/JPG format) of the relevant Board resolution/Authority letter etc. together with attested specimen signatures of the duly authorised signatory(ies) who are authorised to vote, to the scrutinizer through e-mail to piccadilygroup34@rediffmail.com with a copy marked to evoting@nsdl.com
 - xiii. In case of any queries, you may refer the Frequently Asked Questions (FAQ's)- Shareholders and e-voting user manual-shareholders, available at downloads section of www.evoting.nsd.com

- B. In case of member receives physical copy of the notice of AGM (For whose email addresses are not registered with the Company/Depositories)
- i. Initial password is provided in the enclosed ballot form EVEN (E-voting Event Number) user ID and password.
 - ii. Please follow all steps from SI No.(ii) to SI No.(x iii) above to caste vote.
- C. Other Instructions:
- i. The e-voting period commences on September 23, 2014 (10.00 A.M.) to September 25, 2014 (5.00 P.M.) (both days inclusive). During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on 08/08/2014 may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, he shall not be allowed to change it subsequently.
 - ii. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on 08/08/2014.
 - iii. Mr. Kanwaljeet Singh, a practising Company Secretary (CP no.5870), SCO no 64-65 (1st Floor) Sector 17 A, Chandigarh has been appointed as the Scrutinizer to scrutinize the e-voting process(including the Ballot form received from the Members who do not have access to the e-voting process)in a fair and transparent manner.
 - iv. The Scrutinizer shall, within a period not exceeding three working days from the conclusion of the e-voting period, unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 - v. Members who do not have access to e- voting facility may send duly completed Ballot Form (enclosed with the Annual Report) so as to reach the Scrutinizer appointed by the Board of Directors of the Company, Mr. Kanwaljeet Singh, a practising Company Secretary (CP no.5870), at the registered office of the Company not later than September 26, 2014. Members have the option to request for physical copy of the Ballot Form by sending an e-mail to piccadilygroup34@rediffmail.com by mentioning their Folio/DP ID and Client ID No. However, the duly completed Ballot Form should reach the Registered Office of the Company not later than 26th September 2014. Ballot Form received after this date will be treated as invalid. A Member can opt for only one mode of voting i.e. either through e-voting or by Ballot. If a Member casts votes by both modes, then voting done through e- voting shall prevail and Ballot shall be treated as invalid.
 - vi. The results declared along with the Scrutinizer's Report shall be placed on the Company's website psailpatran.com and on the website of NSDL www.evoting.nsd.com within two days of the passing of the resolutions at the Twenty first AGM of the Company and will be communicated to the BSE Limited where the shares of the Company are listed.

By Order of the Board of Directors

Sd/-

Nikhilesh Verma
Company Secretary

Date: 30/5/2014

Place: Gurgaon

EXPLANATORY STATEMENT

Explanatory Statement for resolutions mentioned under item nos 2 to 8 pursuant to section 102 of the Companies Act 2013 (hereinafter referred to as the "Act")

Item no 2.

The Board of Directors of the company at its meeting held on 29/5/2013 has appointed Sh. Devinder Sharma , Wholetime Director of the company for a period of three years w.e.f 2/8/2013 and subsequently approved by the members of the company in their 20th Annual General Meeting held on 30th September 2013. Sh. Devinder Sharma, aged 46 years is a graduate has got more than two decades experience in the various capacities in Hotel, Textile, & Engineering industry. Moreover he has been associated with the company from the last four years. Sh. Devinder Sharma has got the capability in building and maintaining man power management, organising activities and achieving targets.

None of Director except Sh. Devinder Sharma is interested in the resolution.

Item no. 4 & 5:

Sh. Harvinder Chopra & Sh. Jai Parkash Kaushik were acting as independent Directors of company in pursuant to the provisions of clause 49 of the listing agreement entered with BSE LIMITED (BSE).

Pursuant to the provisions of section 149 of the Act, which came into effect from April 1, 2014 every listed Public company is required to have at least one -third of the total number of directors as independent Directors, who are not liable to retire by rotation.

The Nominations Committee has recommended the appointment of these Directors as independent Directors from 30th September 2014 to 29th September 2019.

Sh. Harvinder Chopra & Sh. Jai Parkash Kaushik have given a declaration to the Board that they meet the criteria of independence as provided under section 149 (6) of the Act. In the opinion of Board each Director fulfill the conditions specified in the Act and the rules framed there under for appointment as independent Directors and they are independent of the management.

In compliance with the provisions of section 149 read with schedule IV of the Act, the appointment of these Directors is now being placed before the members for their approval.

A brief profile of the independent Directors to be appointed is given below:

Sh. Harvinder Chopra - He is a qualified Chartered Accountant and is having experience of 29 years in Finance, Accounts, Project implementation, administration etc. Sh. Harvinder Chopra has been associated with the company from the last 20 years right from the conception, designing, construction, commissioning, expansion & successful running of Distillery & Sugar Mill.

None of Director except Sh. Harvinder Chopra is interested in the resolution.

Sh. Jai Parkash Kaushik - He is a 62 years old, a retired Indian Administrative Service (IAS) and is having experience of more than 32 years in project implementation, administration etc. During his tenure as IAS officer he was looking after affairs of many Cooperative Sugar Mills i.e. Meham, Kaithal & Shahbad in the state of Haryana. His Last assignment was as Registrar Cooperative Societies Haryana & Chairman Group D Selection committee of Haryana.

None of Director except Sh. Jai Parkash Kaushik is interested in the resolution.

Item No.6

The Members of the company at their 2nd Annual General Meeting held on September 23, 1995 approved the Ordinary Resolution under Section 293(1)(d) of the Companies Act, 1956 authorising the Board of Directors of the Company to borrow up to Rs. 50 Crores (Rupees Fifty Crores)

For the purpose of the additional fund requirements for the existing business operations and future growth plans of the Company, it is proposed to increase the borrowing the limits of the Board of Directors of the Company to Rs. 100 Crores (Rupees One hundred Crores)

Section 180(1)(c) of the Companies Act, 2013 effective from September 12, 2013 provides that the Board of Directors shall not borrow money in excess of the Company's paid up share capital and free reserves, apart from temporary loans obtained from the company's bankers in the ordinary course of the business, except with the consent of the Company accorded by way of a Special Resolution.

Accordingly consent of the members by way of Special Resolution is required under Section 180(1)(c) and other applicable provisions of the Companies Act, 2013, as set out at Item No. 6 of the Notice, to empower the Board of Directors to borrow money in excess of the aggregate of the paid up share capital and free reserves of the Company.

The Board recommends the Special Resolution at Item No. 6 for approval of the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives are in any way concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 6 of the Notice.

Item No 7

In the 2nd Annual General Meeting held on September 23, 1995, Members of the Company had by way of an Ordinary Resolution passed, accorded their consent to the Board of Director's under Section 293(1)(a) of the Companies Act, 1956 to create mortgage and/or charge on all or any of the movable and/or immovable properties, both present and future or substantially the whole of the undertaking(s) of the Company for securing any loan obtained or as may be obtained from any financial institution or person or persons together with interest, costs, charges, expenses and any other money payable by the Company.

Consequent notification of Section 180(1)(a) of the Companies Act, 2013 consent of the Company is required by way of Special Resolution to create mortgage and/or charge on the movable/immovable properties of the Company by way of Ordinary Resolution is sought to authorise the Board of Directors to create mortgages/hypothecation and/or charge (in addition to the existing mortgages/charges/hypothecation created by the Company) on all or any of the movable and/or immovable properties, both present and future or substantially the whole of the undertaking(s) or the undertaking(s) of the Company as set out in Item No. 7 of the Notice.

The Board recommends the Special Resolution as set out in Item No. 7 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the Special Resolution set out at Item No. 7 of the Notice.

Item No 8

The board on the recommendation of the Audit Committee has approved the appointment and remuneration M/s Sanjeev K. Bansal & Associates, Cost Accountants, to conduct the audit of the cost records of Sugar unit & Distillery unit at a remuneration of Rs. 36000/- per annum for both units for the financial year ending 31st March 2015.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules 2014 the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the company.

Accordingly, consent of the members is sought for passing an ordinary resolution as set out in the item no. 8 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March 2015.

The Board recommends the Ordinary Resolution as set out in Item No. 8 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the Ordinary Resolution set out at Item No. 8 of the Notice.

DIRECTOR'S REPORT

Dear Share Holders,

Your Directors have the pleasure in presenting their 21st Annual Report together with Audited Accounts of the Company for the year ended 31st March 2014

FINANCIAL RESULTS:

Particulars	(Rs. In lacs)	
	31st March '14	31st March '13
Total Income	1526.71	2146.78
Increase/(decrease) of Stock in trade	13.09	80.72
Profit before Interest & Depreciation	460.55	168.18
Less : Interest	244.70	28.31
Depreciation	213.77	298.64
Profit/(Loss) before Tax	2.06	(158.77)
Net Profit/(Loss)	2.06	(69.01)

Review of the operations**Sugar Mill**

The Sugar mill did not commence the crushing operations during the season 2013-14 due to adverse conditions prevailing in the sugar industry.

The Sugar Mill has recorded a turnover of Rs.24.77 Lacs till 31st March, 2014.

Distillery

The Distillery has produced 4,63,422 cases of Punjab Meritum Liquor (PML), 10,23,630 (Bulk Liters) Extra Neutral Alcohol, 65702 (Bulk Liters) Denature spirit till 31st March 2014.

The distillery has recorded a turnover of Rs.1501.94 Lacs till 31st March, 2014.

Dividend

Your Directors have not recommended any dividend on the equity shares for the financial year ended March 31, 2014 due to accumulated Losses.

Directors

Sh. Devinder Sharma, Wholetime Director of the Company retire by rotation and is eligible for the reappointment.

The company has pursuant to the provisions of section 14(4) of the Companies Act 2013, which came into effect from April 1, 2014, every listed public company is required to have at least one - third of the total number of Directors as independent Directors. In accordance with the provisions of section 149 of the Act, Sh. Harvinder Chopra & Sh. Jai Parkash Kaushik are being appointed as independent Directors to hold office as per their tenure of appointment mentioned in the notice of the forthcoming Annual General meeting of the Company.

Auditors & Audit report

M/s. Jain & Associates, Chartered Accountants, Chandigarh, the Statutory Auditors of the Company, retiring at the conclusion of this Annual General Meeting and being eligible for re-appointment. Pursuant to the provisions section 139 of the Companies Act 2013 and rules framed there under, it is proposed to appoint M/s. Jain & Associates, Chartered Accountants, Chandigarh as Statutory Auditors of the Company from the conclusion of this Annual General meeting till the conclusion of next Annual General Meeting.

The company has received letter from M/s. Jain & Associates, Chartered Accountants to the effect that their appointment, if made would be within the prescribed limits under section 141(3) (g) of the Companies Act 2013 and they are not disqualified for re-appointment.

The Notes on Financial statements referred to in the Auditors report are self explanatory and do not call any further comments.

Cost Auditors

The Central Government has approved the appointment of Sh. Sanjeev K Bansal, Cost Accountant for the financial year 2013-2014 to cost audit for the Sugar & Distillery unit.

Corporate Governance

Pursuant to clause 49 of the listing Agreement with BSE Ltd (BSE), Management discussion and Analysis, Corporate Governance Report and Auditors certificate regarding compliance of conditions of corporate governance are made part of the Annual Report.

Particulars of Employees

The particulars of employees as per section 217 (2A) of Companies Act 1956 read with the Company's (particulars of employ-

ees) 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) Rules, 1988, the information relating to the conservation of the energy, technology absorption and foreign exchange earnings 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, it is hereby confirmed that:

1. In the preparation of the annual accounts for the year ended March 31, 2014, the applicable accounting standards read with requirements set out under schedule VI to the Companies Act 1956 have been followed and there are no material departures from the same.
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 31st March 2014 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.

Place : Gurgaon
Date : 30/5/2014

For Piccadily Sugar & Allied Industries Limited

Sd/-
(Devinder Sharma)
Wholetime Director
DIN No. 03264719

Sd/-
(Jai Parkash Kaushik)
Director.
DIN No. 02354480

Annexure to the Directors Report for the year 2013-2014

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 31st March 2014.

1. CONSERVATION OF ENERGY

- a) In order to minimize energy conservation, company has installed D.C. motors which are highly energy efficient.
 b) High pressure boilers, double effect pre-evaporator system were also maintained to conserve energy.
 c) The data achieved with regards to conservation of energy is furnished below:-

A. Power & Fuel Consumption

1	ELECTRICITY	2013-2014	2012-2013
a)	Purchased		
	Unit	KWH	KWH
	Total Units	515514	1084825
	Total Amount(Rs.)	5156417	8273032
	Rate per unit(Rs.)	10	7.36
b)	OWN GENERATION		
i)	Through Diesel Generator		
	Unit	KWH	KWH
	Total Unit	70932	97278
	Units per Liter of Diesel Oil	3.94	4.98
	Cost Per Unit (Rs.)	13.41	9.22
ii)	Through stream Turbine/Generator	KWH	KWH
	Unit	000	000
	Total Units		
	Units per Ton of fuel(bagasse)		
	Cost per Unit(Rs.)		
2.	Coal/Furnace Oil	N.A.	N.A.
3.	Other	N.A.	N.A.
4.	Consumption of Per Unit of Production		
	Sugar (in lac Qtls)	0.00	0.00
	Other(no of cases in lacs)	463422	580692
	Rectified Spirit / ENA in BL	1023630	2315156
	Electricity(Units) (cases)	1.27	2.04
	Other (Specify) ENA in BL	0.57	0.45

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 is using well-proved indigenous technology.

C. FOREIGN EXCHANGE EARNING AND OUTGO

Foreign Exchange Earning

Nil

Foreign Exchange Outgo

Nil

For Piccadilly Sugar & Allied Industries Limited

Sd/-

(Devinder Sharma)

Wholetime Director

DIN No. 03264719

Sd/-

(Jai Parkash Kaushik)

Director.

DIN No. 02354480

Place : Gurgaon

Date : 30/5/2014

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Currently there are approximately 65 different types of industries in India. Sugar industry is the largest agro-based industry which produces sugar for the direct consumption of households and bulk customers and also produces important by-products like molasses, bagasse, ethanol, press mud etc. The industry employs millions of people in the country, and support the families of 5.5 million farmers spread across seven main sugar producing states in the Country.

Cane crushing for the current season 2013-2014 is almost over, barring few sugar mills in Tamilnadu, which are still open. The Sugar production in the current season is expected to be at 238 lakh tons, which is 5.3% lower than last year, but with a carry forward sugar stock of 93 lakh tons from the last sugar season, the balance in the country is still high. The cane farmers have toiled hard to ensure that the country gets surplus sugar production for the fourth year in a row (Source ISMA).

But the surplus sugar production is hardly good news for the sugar mills. The financial crisis of the sugar mills compounded when it failed to recover the cost of producing sugar, due to unremunerative prices of sugar in the domestic retail market. The average sugar prices during 2013-14 sugar season have prevailed below the cost of production.

The revenue sharing formula as suggested by the expert committee under Dr C. Rangarajan, which is prevalent in all major sugar producing countries including Brazil, Thailand, Australia, Kenya, Tanzania etc, between farmers & sugar mill should be implemented from the next crushing season of 2014-15.

Distillery

The Excise & Taxation Department of Punjab in its Excise Policy for the year 2014-2015 has fixed the sale price of country Liquor (Ex Distillery issue price) Rs.275.04/- for quarts, Rs.309.43/- for Pints and Rs. 365.11/- for Nips per case.

New brands of country Liquor are developed on the basis of detailed market survey of the entire state of Punjab. The new brands are all set to be launched shortly. Company expects better acceptance of the total range of our products in all over Punjab, which in turn will make our profitability better.

Outlook/ Projection

The company's projection on crushing of Sugarcane for the current year 2014-2015 is on the basis of availability of sugarcane.

The company will supply the entire quota of Punjab medium Liquor allotted to its distillery by Govt of Punjab and will make all out efforts for the lifting of open quota.

Risk and Concern

The steep escalation in the prices of sugarcane & raw materials will adversely affect profitability of sugar mill & other products of the company.

Competition from other Distilleries will adversely effect the sales of the company.

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 company has appointed regular staff, technical staff, cane staff along with contractual & seasonal staff for the efficient working units of the company.

CORPORATE GOVERNANCE REPORT

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 31st March 2014 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 to corporate social responsibility would help the company to 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 directors are following: -

Name of Directors	Nature
1 Sh. Harvinder Chopra	Independent Director
2 Sh. Jai Parkash Kaushik	Independent Director
3 Sh. Devinder Sharma	Professional 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. Harvinder Chopra	6	Yes	8	1
Sh. Jai Parkash Kaushik	6	No	-	3
Sh. Devinder Sharma	6	Yes	2	3
Sh. Ashok Sharma	-	No	-	-

During the financial year 2013-14, Four Board meetings were held on 29th May 2013, 14th August 2013, 14th November 2013, 14th February 2014,

3 Audit Committee

The Board of the company has constituted an Audit Committee of Three Directors, Sh. Harvinder Chopra, Sh. Jai Parkash Kaushik & Sh. Devinder Sharma. 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 Audit Committee should have discussions with the auditors periodically about internal control systems, the scope of Audit including the observations of the Auditors and review the half yearly and annual financial statement before submission to the Board and also ensure compliance of internal control systems.
- > The Audit Committee should have authority to investigate into any matter in relation to the items specified in section 292 A of the Companies Act 1956 or referred to it by the Board and for this purpose, shall have full access to the information contained in the records of the company and external professional advice, if necessary.
- > 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.
- > To recommend appointment of Statutory Auditors, Internal auditors & Cost Auditors.
- > To review compliance of accounting standards & accounting Policies.

During the year the Audit Committee meetings were held on 27/5/2013, 13/08/2013, 13/11/2013 & 12/02/2014

4. (A) General Body Meeting
Location and time for last 3 Annual General Meetings:

Year	Meeting	Location	Date	Time
2011	Annual General Meeting	Piccadily Sugar & Allied Industries Limited, Jakhai Road, Patran, Distt. Patiala, Punjab	Friday 10.30A.M.	30/9/2011
2012	Annual General Meeting	Piccadily Sugar & Allied Industries Limited, Jakhai Road, Patran, Distt. Patiala, Punjab	Saturday 10.30 A.M.	29/9/2012
2013	Annual General Meeting	Piccadily Sugar & Allied Industries Limited, Jakhai Road, Patran, Distt. Patiala, Punjab	Monday 10.30A.M	30/9/2013

During the year no postal ballots were invited under any provisions of the Companies Act, 1956

(B) Book Closure Date

Monday 22nd September to Tuesday, 30th September 2014 for the purpose of Annual General Meeting

(C) Means of Communication

The quarterly results are published in the Business Standard (English) & Desh Sevak (Punjab)

5. Listing of Stock Exchange & Stock Code

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

Note: Company has already made the payment of Annual listing Fees for the year 2014-2015

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 BSE Limited during the year ended 31st March 2014 are as under:

Month	High (Rs.)	Low (Rs.)	Total No. of Shares traded
April 2013	8.55	5.15	16909
May 2013	10.42	7.31	3123
June 2013	13.05	10.08	1154
July 2013	12.25	11.64	150
August 2013	12	11.60	60
September 2013	12.45	11.31	297
October 2013	11.78	7.86	4650
November 2013	7.99	4.52	10564
December 2013	4.83	3.86	13706
January 2014	5.36	4.15	25438
February 2014	5.14	4.11	12884
March 2014	4.85	4.00	124302

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 11 Share Transfer Committee Meeting were held.

8. Distribution of Shareholding as at 31st March 2014

Shares holding of nominal value of	Share holders Number	Number (in %)	Amount of shares	Total (in Rs)	(in %)
Rs.10/- each					
Upto 2500	47010	96.21	3352648	33526480	14.42
2501-5000	1057	2.16	443531	4435310	1.91
5001-10000	414	0.85	325868	3258680	1.40
10001-20000	183	0.37	266824	2668240	1.15
20001-30000	82	0.17	206172	2061720	0.87
30001-40000	23	0.05	814670	8146700	0.35
40001-50000	20	0.04	93294	932940	0.40
50001-100000	40	0.08	289444	2894440	1.25
100001 & above	32	0.07	18195279	181952790	78.25
Total	48861	100	23254527	232545270	100

9. Share Holding Pattern as at 31st March 2014

	Number of Equity Shares	Percentage
Promoters	17435554	74.97
Bodies Corporate	448386	1.93
Individuals	4685291	20.15
NRI	635269	2.73
Clearing Members	16040	0.07
HUF	33987	0.15
TOTAL	23254527	100

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

11. Demat of Shares as on 31/03/2014
The detail of demat of shares is as under

	Number of equity Shares	Percentage
NSDL	14768234	63.51
CDSL	4206501	18.09
PHYSICAL	4279792	18.40
TOTAL	23254527	100

Company has already made the Annual Payment Fees of both NSDL & CDSL

12. DISCLOSURES

a) Disclosure on materially significant related party transaction i.e. transactions of the company of material nature, with its promoters, 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 which 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.

13. WEBSITE: The company's website www.psailpatran.com which contains all the necessary information as required by clause 54 of the Listing Agreement with The BSE Limited (BSE).

14. Registrar for Demat & Transfer of Shares

Abhipra Capital Ltd.,

Ground Floor, Abhipra Complex, Dilkhush Industrial Area,

A-387, GT Karnal Road, Azadpur, Delhi-110033

15. Address for Correspondence

Piccadilly Sugar & Allied Industries Limited

Jakhai Road, Tehsil Patran, Distt. Patiala Punjab.

16. Plant Location

Piccadilly Sugar & Allied Industries Limited

Jakhai Road, Tehsil Patran, Distt. Patiala Punjab

17. Annual General Meeting Date, Time & Venue

Date: 30th September 2014(Tuesday)

Time: 10.30 A.M.

Venue: Jakhai Road, Tehsil Patran, Distt. Patiala Punjab

18. Certificate on Compliance of Code of Conduct

I hereby confirm that all Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct for the Directors and Senior Management Personnel as approved by the Board, for the Financial Year ended 31st March, 2014 in terms of clause 49(1D)(ii) of the Listing Agreement entered with the Stock Exchanges.

Sd/-

(Devinder Sharma)

Wholtime Director

DIN No. 03264719

Place :Gurgaon

Date :30/05/2014

19. CEO/ CFO Certification under clause 49 (V) of Listing Agreement

To,

The Board of Directors

Piccadily Sugar & Allied Industries Limited,

Jakhai Road, Patran, Distt. Patiala, Punjab.

Sirs,

1. We have reviewed financial statements and the cash flow statement of Piccadily Sugar & Allied Industries Limited for the year ended 31st March, 2014 and to the best of our knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. 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 violate the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting.
We have not come across any reportable deficiencies in the design or operation of such internal controls.
4. We have indicated to the Auditors and the Audit Committee:
 - (i) That there are no significant changes in internal control over financial reporting during the year;
 - (ii) That there are no significant changes in accounting policies during the year; and
 - (iii) That there are no instances of significant fraud of which we have become aware.

Sd/-
(Jatinder Singh)
Chief Financial Officer

Sd/-
(Devinder Sharma)
Wholtime Director
DIN No. 03264719

Place: Gurgaon

Date: 30/5/2014

AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

We have examined the compliance of the conditions of Corporate Governance by Piccadily Sugar & Allied Industries Ltd. for the year ended 31st March, 2014, as stipulated in Clause 49 of the Listing Agreement of the said Company with BSE, Limited (BSE).

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 statement of the company.

In our opinion and to the best of our information and explanations given to us, we certify that 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, 2014 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.

Dated : 30.5.2014

Place :Gurgaon

for Jain & Associates
Chartered Accountants
Sd/-
(Krishan Mangawa)
(Partner)
M.No.513236
Firm Regd.No.01361N

AUDITOR'S REPORT

The Members,

Piccadily Sugar & Allied Industries Limited.

Report on the Financial Statements

We have audited the accompanying Financial Statements of M/s Piccadily Sugar & Allied Industries Limited as at 31st March 2014 which comprise the Balance Sheet as at March 31st 2014, and the statement of Profit and Loss and Cash Flow statement for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the Act) read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by The Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion:

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

- (i) In the case the Balance Sheet, of the state of affairs of the Company as at 31st March 2014.
- (ii) In the case of Profit and Loss Account, of the loss for the year ended on that date, and
- (iii) In the case of Cash Flow Statement, the cash flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by Companies (Auditors' Report) Order, 2003, 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. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;
 - e) On the basis of written representations received from the directors as on March 31st 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31st 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

FOR JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS

Sd/-

(KRISHAN MANGAWA)

PARTNER

M.NO. : 513236

FRN : 01361N

PLACE: Gurgaon

DATE: 30.05.2014

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. In respect of loans, secured or unsecured, granted or taken by the company from any party covered in the register maintained under section 301 of the Companies Act 1956 -
 - a) In pursuant to requirements of Clause (a) to (d) of Section 301 of the Companies Act 1956, : 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) In pursuant to requirements of Clause (e) to (g) of Section 301 of the Companies Act 1956, : 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 particulars 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 transaction 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 undisputed statutory and other dues, including provident

fund, Income Tax, Sales Tax, Service 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, Sales Tax, Wealth Tax, Custom Duty were outstanding as on 31.03.2014
- X. The company has accumulated losses of Rs.831.40 lacs and its paid up capital is Rs. 2322.10 lacs. The company has not incurred any cash losses during the financial year covered by this audit report and in the immediately preceding 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 there is no secured/unsecured loan from any Bank/ Financial institution and the Company has not defaulted in the repayment of dues to the financial institutions and banks.
- 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. In our opinion, the Company is not a chit fund / nidhi / mutual benefit fund / society. Therefore, the provisions of clause (xiii) of paragraph 4 of the Order are not applicable to the Company.
- 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. According to information and explanations given to us, The Company has not given guarantee for loans taken by others from banks or 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 from banks and financial institutions.
- 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. According to information and explanations given to us, The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act 1956, during the year.
- XIX. According to information and explanations given to us, The Company has not issued any debentures during the year.
- XX. According to information and explanations given to us, 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

FRN : 01361N

CHARTERED ACCOUNTANTS

Sd/-

(KRISHAN MANGAWA)

PARTNER

M.NO. : 513236

PLACE: Gurgaon

DATE: 30.05.2014

BALANCE SHEET AS ON 31st March 2014

Sr. No.	Particulars	Note	(Amount in Rs.)	
			As at 31st March, 2014	As at 31st March, 2013
I. EQUITY AND LIABILITIES				
(1) Shareholder's funds				
	(a) Share Capital	1	23,22,09,520	23,22,09,520
	(b) Reserves & Surplus	2	(80,140,124)	(79,520,236)
(2) Non-current liabilities				
	(a) Long term borrowings	3	3,34,35,465	2,98,44,127
	(b) Long term Provisions	4	25,84,055	25,73,670
(3) Current Liabilities				
	(a) Short term borrowings	5	3,66,89,473	0
	(b) Trade Payables	6	19,67,88,581	22,32,90,106
	(c) Other current liabilities	7	1,61,93,078	1,98,23,235
	(d) Short term provisions	8	3,18,631	2,91,310
	TOTAL		438,078,679	428,511,732
II. ASSETS				
(1) Non-Current assets				
(a) Fixed assets				
	(i) Tangible assets	9	329,999,941	343,866,704
	(ii) Capital work-in-progress		34,198,897	8,249,948
	(b) Deferred tax assets (net)	10	11,936,955	12,764,362
	(c) Long term Loan and Advances	11	5,904,268	6,914,209
(2) Current assets				
	(a) Inventories	12	30,873,152	28,760,116
	(b) Trade receivables	13	-	2,330,333
	(c) Cash & Bank balance	14	4,458,199	3,389,471
	(d) Other current assets	15	20,707,267	22,236,589
	TOTAL		438,078,679	428,511,732

Notes on Financial Statements & Significant Accounting Policies 1 to 33

AUDITORS REPORT

As per our separate report of even date.

for JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN : 01361 N

Sd/-

Krishan Mangawa

M. No. : 513236

(Partner)

Sd/-

Devinder Sharma
(Whole Time Director)
DIN No:-03264719

For and on behalf of the Board

Sd/-

Jai Parkash Kaushik
(Director)
DIN No:-02354480

Sd/-

Nikhilesh Verma
(Company Secretary)

Sd/-

Jatinder Singh
(CFO)

DATE: 30.05.2014

PLACE: Gurgaon

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2014

Sr. No.	Particulars	Note	(Amount in Rs.)	
			As at 31st March, 2014	As at 31st March, 2013
I.	Revenue from operations	16	143,034,659	204,589,677
II.	Other Income	17	9,636,197	10,087,660
III.	Total Revenue		152,670,856	214,677,337
IV.	Expenses:			
	Cost of materials consumed	18	41,834,343	73,417,525
	Change in F.G, WIP, and Stock-in-Trade	19	1,369,072	8,072,329
	Employee benefit expense	20	8,272,401	11,389,672
	Finance costs	21	2,963,615	2,831,416
	Depreciation and amortization expense	9	21,377,058	29,863,958
	Other expenses	22	76,646,848	104,974,200
	Total expenses		152,463,337	230,549,100
V.	Profit before exceptional and extraordinary items and tax		207,519	(15,871,763)
VI.	Exceptional items			
	Previous year Expenses		-	5,373
VII.	Profit before tax		207,519	(15,877,136)
VIII.	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		827,407	-
	Income tax of last years		-	(2,554,542)
	Deferred tax assets		-	6,421,621
IX.	Profit (Loss) for the period		(619,888)	(6,900,973)
X.	Earnings per equity share:			
	(1) Basic		(0.03)	(0.30)
	(2) Diluted		(0.03)	(0.30)
	Nominal Value of each share		10.00	10.00

AUDITORS REPORT

As per our separate report of even date.

For and on behalf of the Board

for JAIN & ASSOCIATES
 CHARTERED ACCOUNTANTS
 FRN : 01361 N
 Sd/-
 Krishan Mangawa
 M. No. : 513236
 (Partner)
 DATE: 30.05.2014
 PLACE : Gurgaon

Sd/-
 Devinder Sharma
 (Whole Time Director)
 DIN No:-03264719

Sd/-
 Jai Parkash Kaushik
 (Director)
 DIN No:-02354480

Sd/-
 Nikhilesh Verma
 (Company Secretary)

Sd/-
 Jatinder Singh
 (CFO)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2014

Sr. No.	Particulars	(Amount Rs.in Lacs)	
		As at 31st March, 2014	As at 31st March, 2013
A	Cash Flow from operating Activities		
	Net profit after taxation	(619886)	(69,00,973)
	Adjustment for:		
	Depreciation	2137705.8	2,98,63,958
	Interest Received	(77695)	(75,896)
	Provision for taxation	0	(25,54,542)
	Interest on Loans	286990.9	27,34,046
	Gratuity Expense	1038.5	55,442
	Deffered Tax Liability/Asset Provision	82740.7	(64,21,621)
	Net Loss on Sale of Fixed Asset	0	39,06,518
	Operating profit before working capital change	2438717.6	2,06,06,932
	Adjustment for:		
	Trade and other receivables	385965.5	18,02,927
	Inventories	(2113036)	1,44,86,165
	Long term Loans & Advances	100994.1	(1,57,941)
	Trade Payables & short term borrowings	655779.0	(2,73,61,695)
	Short term provision	2732.1	(70,82,171)
	Cash generated from operations	3372884.7	22,94,217
	Direct Taxes Paid	0	(20,40,014)
	Net Cash Flow from Operating Activities	3372884.7	2,54,203
B	Cash flow from investing activities		
	Net (Purchase)/sale of fixed assets (including capital work in progress)	(3345924.3)	(12,07,235)
	Interest Received	77695	75,896
	Net Cash Flow from Investing Activities	(3338154.3)	(11,31,339)
C	Cash flow from financing activities		
	Receipt/Repayment of Term Loans	1172588.03	0
	Interest on Loans Paid during the year	(45115.9)	(46,546)
	Net cash Flow From Financing Activities	72142.19	(46,546)
D	Net increase in cash & cash equivalents	106872.8	(9,23,682)
	Opening Balance of Cash & cash Equivalents	3389471	43,13,153
	Closing Balance of Cash & cash Equivalents	4458199	33,89,471

for JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 01361 N
Sd/-
Krishan Mangawa
M. No. : 513236
(Partner)

For and on behalf of the Board
Sd/-
Devinder Sharma
(Whole Time Director)
DIN No:-03264719

Sd/-
Jai Parkash Kaushik
(Director)
DIN No:-02354480

Sd/-
Nikhilesh Verma
(Company Secretary)

Sd/-
Jatinder Singh
(CFO)

DATE: 30.05.2014
PLACE : Gurgaon

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2014

Amount in Rs.

As at 31st March, 2014 As at 31st March, 2013

NOTE 1 SHARE CAPITAL

1.	A) AUTHORISED		
	30000000 Equity shares of Rs. 10/-each	300,000,000	300,000,000
		=====	=====
	B) ISSUED SUBSCRIBED & PAID UP		
	23254527 Equity Shares of Rs. 10/- each		
	fully called up and paid up.	232,545,270	232,545,270
	LESS: Unpaid Calls	335,750	335,750
	67150 Equity Shares of Rs.5 each Unpaid		
		<u>232,209,520</u>	<u>232,209,520</u>

2. RIGHT OF SHAREHOLDERS

A) Each Shareholder is entitled to one vote per share.

B) Each Shareholder has the right in profit/surplus in proportion to amount paid up with respect to share holding.

C) In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets, if any, in proportionate to their individual shareholding in the paid up equity capital of the company.

D) There is no change in the Number of Share outstanding at the beginning and at the end of the Financial year.

3) DETAIL OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES

	No. of Shares held	No. of Shares held
1. Sh. Siddhartha Vashishta	3,457,763	3,457,763
2. Soon-N-Sure Holdings Ltd	5,569,702	5,569,702
3. Punjab State Ind. Dev. Corp. Ltd	1,650,000	1,650,000
4. Piccadily Agro Ind. Ltd	6,691,936	6,691,936

NOTE 2 RESERVES & SURPLUS

As at 31st March, 2014 As at 31st March, 2013

	(Amt.in Rs.)	(Amt.in Rs.)
Capital subsidy	3,000,000	3,000,000
Profit & Loss Account		
As per last Balance Sheet	(82,520,236)	(75,619,263)
As per profit & Loss Account	(619,888)	(6,900,973)
Total	<u>(83,140,124)</u>	<u>(82,520,236)</u>
Grand TOTAL	<u>(8,01,40,124)</u>	<u>(7,95,20,236)</u>

NOTE 3 LONG TERM BORROWINGS

As at 31st March, 2014 As at 31st March, 2013

(Amt.in Rs.)

(Amt.in Rs.)

SECURED

A)	Loans and Advances from Related Parties (Term loan of Rs.250.00 Lacs from Piccadily Agro Industries Ltd. is secured against Plant & Machinery. Rate of interest is 10.75%) It is rescheduled for a period of 5 years till FY 2017.	25,000,000	25,000,000
B)	Interest accrued on term loan (Repayable along with the principal amount.)	7,262,877	4,844,127

OTHER LOANS

TATA Capital Financial Services Ltd. 1,172,588

TOTALS

33,435,465 29,844,127

Terms of Repayment:

Maturity profile of other loans	2-5 Years	1 Year	
Term Loan from NBFC	532,088	640,500	1,172,588

NOTE 4 LONG TERM PROVISIONS

Gratuity Provision	2,584,055	2,573,670
TOTAL	2,584,055	2,573,670

NOTE 5 SHORT TERM BORROWINGS

Piccadily Agro Industries Ltd. (Repayable on demand) 36,689,473

TOTAL 36,689,473**NOTE 6 TRADE PAYABLES**

Sundry Creditors	196,788,581	223,290,106
TOTAL	196,788,581	223,290,106

NOTE 7 OTHER CURRENT LIABILITIES

1. Statutory Liabilities	2,410,440	4,858,270
2. Creditors for capital expenditure	4,441,319	5,288,173
3. Expenses Payable	5,858,543	6,219,988
4. Others	3,314,236	3,456,804
TOTAL	16,024,538	19,823,235

NOTE 8 DETAILS OF SHORT TERM PROVISION

Bonus Payable	318,631	291,310
TOTAL	318,631	291,310

NOTE 9 FORMING PART OF BALANCE SHEET AS ON 31.03.2014

Particulars	GROSS BLOCK AT COST					DEPRECIATION			NET BLOCK		
	Rate	As on 01/04/2013	ADDITIONS during the year	Less: Sale/Trf.	Total Cost as on 31/03/2014	Upto 31/03/2013	Depreciation upto 31/03/2014	Dep. W/back	Total Depreciation	W.D.V. AS ON 31/03/2014	W.D.V. AS ON 31/03/2013
1. Land	0.00	30182917	8027651	1000000	37210568	0	0	0	0	37210568	30182917
2. Buildings	1.63	122076160	0	0	122076160	30532715	1889841	0	32522556	89553603	91543445
3. Plant & Machinery	5.28	521903873	207744	0	522111617	306423304	18664282	0	325087585	197024032	215480570
4. Furniture & Fixtures	6.33	2164007	0	0	2164007	-1722819	51126	67816	1706129	457878	441188
5. Office Equipment	4.75	3980053	38900	0	3116953	2025812	147259	0	2173072	943881	1054241
6. Agrl. Equipments	4.75	1111004	0	0	1111004	700930	52773	0	753703	357301	410074
7. Vehicles	9.50	9015852	0	0	9015852	4323441	681079	93399	4911121	4104730	4692410
8. Tractor	11.31	459974	200000	0	659974	459974	0	22989	436975	222999	0
9. Computer	16.21	1884013	38000	0	1922013	1822153	7252	32341	1797064	124948	61859
Total		691877853	8510295	1000000	699388146	348011148	21593613	216555	369388207	329999941	343866704
Previous Year		650612341	58255351	17988839	691877853	319080169	28863956	942978	348011148	343866704	331522172
CAPITAL WORK IN PROGRESS											
1. Brewery Project Under Construction		772361	0	0	772361	0	0	0	0	772361	772361
2. Decanier Plant Under Construction		3268601	0	0	3268601	0	0	0	0	3268601	3268601
3. Advances for capital assets		4208886	27782653	1833704	30157935	0	0	0	0	30157935	4208886
Total		8249948	27782653	1833704	34198897	0	0	0	0	34198897	8249948
Previous Year		53157721	11192817	56100590	8249948	0	0	0	0	8249948	63157721
Grand Total		700427801	36292948	2833704	733587045	348011148	21593613	216555	369388207	364198838	352116552
Previous Year		70370062	70448168	74090429	700127801	319080169	29863956	942978	348011148	352116652	384679893

NOTE 10	DEFERRED TAX	As at 31st March, 2014 (Amt.in Rs.)	As at 31st March, 2013 (Amt.in Rs.)
A.	Deferred Tax Asset		
	On Account of Disallowance under section 43B of Income Tax Act, 1961	896,930	929,543
	On Account of Carried Forward Losses	56,712,368	58,818,217
	TOTAL	5,76,09,298	5,97,47,760
B.	Deferred Tax Liability		
	On Account of Timing Difference due to Depreciation	45,672,343	4,69,83,398
	Net Deferred Tax Assets (A-B)	1,19,36,955	127,64,362
	Last Year Balance in Deferred Tax Assets Charged Through P&L Account	12,764,362	634,2741
		(8,27,407)	64,21,621
NOTE11	LONG TERM LOAN & ADVANCES		
	PSEB. Security Deposit	5,904,268	60,62,209
	Piccadily Hotels P. Ltd	-	8,52,000
	TOTAL	5904268	6914209
NOTE 12	INVENTORIES		
	(As per inventories taken, valued & certified by the management)		
	Raw Materials	2,941,542	177,420
	Finished Goods	15,452,088	16,821,160
	Stores Chemicals and Packing Material	12,479,522	11,761,536
	TOTAL	30,873,152	28,760,116
NOTE 13	TRADE RECEIVABLES		
	SUNDRY DEBTORS (Unsecured but considered good)		
	a) debts outstanding for a period exceeding six months	-	1,060,475
	b) Other Debts	-	1,269,858
	TOTAL	-	2,330,333
NOTE14	CASH & CASH EQUIVALENTS		
	a) Cash in Hand	231,674	597,837
	b) Balance with Schedule Banks in Current Accounts in Fixed Deposits	3,378,200	2,008,888
	Maturing after 12 months	379,680	379,680
	c) Interest accrued on FDR	468,013	403,066
	TOTAL	4,457,567	3,389,471
* Fixed Deposit with the Bank Rs. 3.80 lacs (Rs. 3.80 lacs), are under lien with Sales Tax Department			
NOTE15	OTHER CURRENT ASSETS		
	LOANS & ADVANCES		
	(Unsecured but considered good)		
	Advances recoverable in cash or in kind or for value to be received		
	Recoverable from Government Authorities & Others	20,707,267	22,236,589
	TOTAL	20,707,267	22,236,589
NOTE16	DETAIL OF REVENUE FROM OPERATIONS		
	Sale of Product		
	Gross Sales	143,466,270	205,554,905
	Less: Excise Duty	431,611	965,228
	Net Sales	143,034,659	204,589,677
NOTE 17	OTHER INCOME		
	Interest Income		
	INTEREST on FDR	77,694	75,896
	Other non-operative Income		
	Other Misc Income	9,558,503	10,011,764
	TOTAL	9,636,198	10,087,660

NOTE 18	COST OF RAW MATERIAL CONSUMED	
	Opening Stock of Raw Materials (Molasses)	
	Purchases during the year (Molasses)	177,420
	Purchases during the year (ENA)	39,015,465
	TOTAL	5,583,000
	Less Closing Stock (Molasses)	44,775,885
	TOTAL	2,941,542
		177,420
		73,417,525
NOTE 19	DETAILS OF CHANGES IN FG, WIP, STOCK IN TRADE	
	Opening Stock	
	Finished Goods, Stock	16,821,160
	TOTAL 'A'	16,821,160
	Closing Stock	16,821,160
	Finished Goods, Stock	15,452,088
	TOTAL 'B'	15,452,088
	TOTAL (A - B)	1,369,072
		8,072,329
NOTE 20	EMPLOYEE BENEFIT EXPENSE	
	Provident Fund	92,672
	Staff & Labour Welfare	534,265
	Salaries Wages & Bonus	7,635,079
	Gratuity	10,385
	TOTAL	8,272,401
		112,260
		374,292
		10,847,678
		55,442
		11,389,672
NOTE 21	FINANCIAL EXPENSES	
	Interest Expense	
	Interest-other	2,869,909
	Other Borrowing Cost	
	Bank Charges	93,706
	TOTAL	2,963,615
		97,370
		2,831,416
NOTE 22	DETAIL OF OTHER EXPENSES	
	Manufacturing Expenses	
	Electrical Repair	321,194
	Chemicals	1,896,483
	Packing Material	34,156,364
	Env. & ETP Expenses	1,478,001
	Power & Fuel	12,732,283
	Excise Duty	-
	Machinery Repair	932,950
	Lab Expenses	24,877
	Total A	51,542,152
	Selling Expenses	86,699
	Advertisement	-
	Business Promotion	122,674
	Freight/Carriage Outwards	4,316,470
	L-13 Operating Expenses	3,638,718
	Loading Charges	478,318
	Total B	8,520,205
	Administrative & Other Expenses	64,848
	Insurance	1,800,305
	Professional / Legal Fees	5,311,968
	Fee & Taxes	314,471
	Printing & Stationery	100,000
	Audit Fee	100,000
		26,084
		1,589,543
		2,851,998
		336,326
		100,000
		11,126,041

Tax Audit Fee	25,000	25,000
Postage, Telephone & Telegram	482,021	555,618
Travelling & Conveyance	562,928	727,924
Rent	3,936,020	2,591,000
News Paper & Periodicals	5,211	4,536
Running & Maintenance of Vehicles	518,083	704,907
Repair & Maintenance		
Computer	69,590	38,700
Building	127,513	131,052
Other	1,300	1,920
Donation	513,700	304,700
Service Tax Paid	204,278	339,206
Farm expenses	972,795	824,431
Director Remuneration	600,000	600,000
Sundry Balances W/o	974,460	-
Loss on Sale of Assets	-	4,021,518
Total C	16,584,491	15,774,463
Grand Total (A+B+C)	76,646,848	104,974,200

NOTE 23 CONTINGENT LIABILITIES

a)	Additional demand raised by Sales tax authorities pending in appeals	NIL	NIL
b)	Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances).	NIL	NIL
c)	Contingent Liability in respect of Interest on cane cess, if any.	NIL	NIL
d)	Contingent Liability in respect of Unassessed cases of Income Tax, Sales Tax, Excise duty.	NIL	NIL

NOTE 24 REMUNERATION PAID TO DIRECTORS

The remuneration paid to directors is as follows :

Whole time director	6.00	6.00
---------------------	------	------

The Remuneration to Directors is paid in accordance with Part B of Schedule XIII of Companies Act, 1956.

NOTE 25 DISCLOSURE AS PER AS-17 SEGMENT REPORTING As at 31st March, 2014

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. -

	SUGAR UNIT	DISTILLERY UNIT	Rs. In Lacs TOTAL
a)			
Segment Revenue Sales & other Income	24.77	1,501.94	1,526.71
Inter Segment Revenue			
TOTAL	24.77	1,501.94	1,526.71
b)			
Segment Results Profit /Loss before Interest, Dep. & Taxation	(63.11)	307.66	244.54
Depreciation	70.79	142.98	213.77
Profit /Loss after Depreciation	(133.90)	164.68	30.77
Interest Expenses	0.01	28.69	28.70
Profit Before Tax	(133.91)	135.99	2.08
Provision for Taxation			

Deffered Tax Liability			8.27
Net Profit/Loss			(6.20)
Other information			
Segment Assets	1,703.32	2,558.09	4,261.41
Segment Liabilities	1,773.68	742.79	2,516.47
Capital Employed	(70.36)	1,815.30	1,744.94
Capital Expenditure Depreciation debited to P&L A/c	70.79	142.98	213.77

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:
 Sugar : Sugar, Molasses and Bagasse
 Distillery: Punjab Medium Liquor, ENA and Denatured Spirit
- c) Inter-divisional transfers have been valued at prevailing market price.
- d) There is no unallocated amount of revenue /expenses

NOTE 26 PAYABLES & RECEIVABLES

Balance of certain sundry debtors, loans & advances (including capital advances), creditors and others are in process of confirmation/reconciliation. The management is of the opinion that adjustment, in liabilities if any, arising out of such reconciliation would not be material.

NOTE 27 ADVANCES RECOVERABLE

In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business. The provision for known liabilities is adequate and not in excess of amount reasonably necessary.

NOTE 28 DISCLOSURE AS PER AS-20 EARNING PER SHARE

Profit/(Loss) During the Year (In Rs.)	(619,888)	(6,900,973)
No. of Shares	2,32,54,527	2,32,54,527
Face Value	10.00	10.00
Basic/Diluted Earning Per Shares	(0.03)	(0.30)

NOTE 29 DISCLOSURE AS PER AS-18 RELATED PARTY DISCLOSURE

(a) List of Related Parties		Rs. In Lacs
Piccadilly Agro Industries Limited		
Piccadilly Hotels Private Limited		
(b) Related Party Transactions:		
Sale of Goods :		
Piccadilly Agro Industries Limited		288.50
TOTAL	288.50	
Sale of Fixed Asset:		
Piccadilly Agro Industries Limited		123.51
TOTAL	123.51	
Interest Expense:		
Piccadilly Agro Industries Limited	24.19	26.87
TOTAL	24.19	26.87
Office Rent Expense:		
Piccadilly Hotels Private Limited	12.00	26.97
TOTAL	12.00	26.97
Professional Charges		
Harvinder & Associates	1.80	1.80
TOTAL	1.80	1.80

NOTE 30 FOREIGN EXCHANGE TRANSACTION

(a) Value of imports calculated on CIF basis by the company during the financial year in respect of :

1. Raw Materials	NIL	NIL
2. Components and Spare Parts	NIL	NIL
3. Capital Goods	NIL	NIL
(b) Expenditure in Foreign Travelling	NIL	NIL
(c) Earning in Foreign Currency	NIL	NIL

NOTE31 MICRO SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

The company has not received intimation from suppliers regarding the status under Micro Small and Medium Enterprises Act 2006 and hence disclosures if any, relating to amounts unpaid as at the year end together with Development interest paid/payable as required under the said Act have not been given.

NOTE32 REGROUPING OF FIGURES

The previous year figures have been recast/ regrouped whenever considered necessary to facilitate comparison with revised Schedule XI.

for JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 01361 N
Sd/-
Krishan Mangawa
M. No. : 513236
(Partner)
DATE: 30.05.2014
PLACE : Gurgaon

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No:-03264719

Sd/-
Jai Parkash Kaushik
(Director)
DIN No:-02354480

Sd/-
Nikhilesh Verma
(Company Secretary)

Sd/-
Jatinder Singh
(CFO)

NOTE 33
1 **SIGNIFICANT ACCOUNTING POLICIES**
BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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. The financial statements are prepared on accrual basis under the historical cost convention and on the basis of going concern.

2. USE OF ESTIMATES

The preparation of financial statements in conformity with Accounting Principles generally accepted in India, requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

3. Fixed Assets & 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 building and other building) has been provided on straight line method on pro-rata basis as per rates briefed in schedule - XIV of the Companies Act, 1956. Fixed Assets individually costing less than Rs. 5,000/- are depreciated at the rate of 100% in the year of purchase.

4 Inventories:

Raw Material	: At cost on FIFO basis
Work in Process	: At estimated cost including expenses attributable to production on percentage completion basis/ Net Realizable value, whichever is low.
Finished Goods	: At weighted average cost/net realizable value which ever is low, including Excise duty and all expenses attributable to production.
By Products	: At Net realisable value inclusive of Excise Duty.
Stores and spares	: At cost

5 INVESTMENTS

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Long-term investments are stated at cost.

6 RECOGNITION OF INCOME AND EXPENDITURE

Sale are recognised when goods are supplied and are recorded net of rebates and sale tax but inclusive of excise duty. Expenses are accounted for on accrual basis.

7 CURRENT & DEFERRED TAX

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same. Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

8 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.

9 Accounting policies not specifically referred to are in consistent with generally accepted accounting principles.

for JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 01361 N
Sd/-
Krishan Mangawa
M. No. : 513236
(Partner)

Sd/-
Devinder Sharma
(Whole Time Director)
DIN No:-03264719

Sd/-
Jai Parkash Kaushik
(Director)
DIN No:-02354480

Sd/-
Nikhlesh Verma
(Company Secretary)

Sd/-
Jatinder Singh
(CFO)

DATE: 30.05.2014
PLACE: Gurgaon

PICCADILY SUGAR & ALLIED INDUSTRIES LTD

Regd. Office Jakhal Road Patran, District, Patiala Punjab

Name of the member(s): e-mail id:
 Registered address: Folio No/*Client id:
 *DP ID:

I/WE, BEING THE MEMBER(S) Holding _____ shares of Piccadily Sugar & Allied Industries Ltd, hereby appoint:

- 1) _____ of _____ having e-mail id _____ or failing him.
- 2) _____ of _____ having e-mail id _____ or failing him.
- 3) _____ of _____ having e-mail id _____ or failing him.

& whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me /us and on my/our behalf at the 21st ANNUAL GENERAL MEETING of the Company, to be held on Tuesday, September 30, 2014 at 10.30 A.M. AT Registered Office: **Jakhal Road Patran, District, Patiala Punjab** and at any adjournment thereof in respect of such resolutions as are indicated below:

**I wish my above Proxy to vote in the manner as indicated in the box below:

	Resolutions	for	Against
1.	Consider and adopt: Audited Financial Statement, Reports of the Board of Directors and Auditors		
2.	Re-appointment of Sh. Devinder Sharma who retires by rotation		
3.	Appointment of Auditors and fixing their remuneration		
4.	Appointment of Sh. Harvinder Chopra as an independent Director		
5.	Appointment of Sh. Jai Parkash Kaushik as an independent Director		
6.	Borrowing power of the Company U/s 180(1)(C) of Companies Act 2013		
7.	Creation /charge/Mortgage of Property U/s 180(1)(a) of Companies Act 2013		
8.	Approval of the Remuneration of the Cost Auditors		

Signed this _____ day of _____ 2014

Signature of shareholder

Affix a Revenue Stamp

Signature of First proxy holder

Signature of second proxy holder

Signature of third proxy holder

- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered office of the Company not less than 48 hours before the commencement of the meeting.

piccadilly

PICCADILY SUGAR & ALLIED INDUSTRIES LTD.

- (2) A proxy need not be member of the Company.
- (3) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the capital of the Company carrying voting rights. member holding more than 10% of the total share capital of the Company carrying voting right may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- ** (4) this is only optional. Please put a 'X' in the appropriate column against the resolution indicated in the Box .If you leave the 'For' or 'Against' column blank against any or all the resolutions your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- (5) Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
- (6) In the case of joint holders, the signature of any one holder will be sufficient, but names of the joint holders should be stated.

✂



✂
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FORM NO. MGT-12
Polling Paper

(Pursuant to section 109 (5) of the Companies Act, 2013 and rule 21 (1) (c) of the Companies (Management and Administration) Rules, 2014

Piccadily Sugar & Allied Industries Limited

Registered Office Jakhal Road, Patran, Distt. Patiala, Punjab

BALLOT PAPER

S.No	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal address	
3.	Registered folio No./*Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	Equity

I hereby exercise my vote in respect of Ordinary/Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

No.	Item No.	No of shares held by me	I assent to the resolution	I dissent from the resolution
1.	Consider and adopt: Audited Financial Statement, Reports of the Board of Directors and Auditors			
2.	Re-appointment of Sh. Devinder Sharma who retires by rotation			
3.	Appointment of Auditors and fixing their remuneration			
4.	Appointment of Sh. Harvinder Chopra as an independent Director			
5.	Appointment of Sh. Jai Parkash Kaushik as an independent Director			
6.	Borrowing power of the Company U/s 180(1)(C) of Companies Act 2013			
7.	Creation /charge/Mortgage of Property U/s 180(1)(a) of Companies Act 2013			
8.	Approval of the Remuneration of the Cost Auditors			

Place :

Date:

Signature of Shareholder

piccadily

PICCADILY SUGAR & ALLIED INDUSTRIES LTD.

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