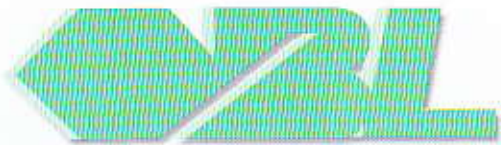


Bisleri



**ORIENT
BEVERAGES LIMITED**

ANNUAL REPORT 2012-2013

Orient Beverages Limited

Board of Directors	Sri N. K. Poddar - <i>Chairman</i> Sri Akshat Poddar - <i>Managing Director</i> Sri G. L. Agarwalla - <i>Director</i> Sri B. D. Mundhra - <i>Executive Director</i>
Company Secretary	Sri A. K. Singhania
Auditors	Tiwari & Company Chartered Accountants 107/1, Park Street, Kolkata - 700 016
Cost Auditors	Sohan Lal Jalan & Associates Cost Accountants Samrat Apartment P-184, Suren Sarkar Road Kolkata - 700 010
Registered Office	Aelpe Court 225C, A.J.C. Bose Road, Kolkata - 700 020
Works	NH-6, Mumbai Highway Salap More, Howrah - 711 409, West Bengal
Branch	Rukka Road, Ormanjhi, Ranchi - 835 238, Jharkhand
Bankers	United Bank of India Punjab National Bank Standard Chartered Bank HDFC Bank Limited AXIS Bank Limited ICICI Bank Limited
Registrars and Share Transfer Agents	Niche Technologies Pvt. Ltd. D-511, Bagree Market 71, B. R. B. B. Road, Kolkata - 700 001

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NOTICE

Notice is hereby given that 52nd Annual General Meeting of the members of ORIENT BEVERAGES LIMITED will be held at GYAN MANCH, 11, Pretoria Street, Kolkata -700 071 on Friday, the 20th September, 2013 at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Statement of Profit and Loss for the year ended on that date and the reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri N. K. Poddar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

Registered Office :
225C, A. J. C. Bose Road,
Kolkata - 700 020.

By Order of the Board

A. K. SINGHANIA
Company Secretary

Dated: 29th May, 2013

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 13th September, 2013 to 20th September, 2013 (both days inclusive) for the purpose of Annual General Meeting.
3. Members are requested to send their queries, if any, on the enclosed Accounts to reach at the Registered Office at least 7 (Seven) days before the date of Annual General Meeting.
4. Members / Proxies are requested to bring their copies of the Annual Report at the Meeting.
5. Members / Proxies are requested to bring their Attendance Slips attached herewith duly filled in for attending the Meeting.
6. Members who hold shares in the dematerialised form are requested to bring their Depository ID Number and Client ID Number to facilitate easier identification of attendance at the Annual General Meeting.
7. Pursuant to the provisions of Section 205A (5) and 205C of the Companies Act, 1956 amount of Dividend remaining unpaid or unclaimed for a period of seven years from the date of transfer to Unpaid Dividend Account of the Company, is required to be transferred to the Investor Education and Protection Fund constituted by the Central Government. In compliance with said provisions of the Act, the Company has transferred unclaimed / unpaid Dividend for the financial year ended 30th September, 1995 to 31st March, 1999 to the said Fund.

Orient Beverages Limited

8. Members are informed that the Equity Shares of the Company have been admitted both on CDSL and NSDL and may be dematerialised under the ISIN INE247F01018.
9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Accordingly, shareholders holding shares in physical form are requested to submit their PAN details along with a photocopy of PAN card, duly attested, to the Registrars of the Company, i.e. M/s Niche Technologies Pvt. Ltd. D-511, Bagree Market, 71, B. R. B. Road, Kolkata - 700001. Shareholders holding shares in dematerialised form are requested to submit details of their PAN to the Depository Participants with whom they are maintaining their demat accounts.
10. Members holding shares in physical form can now avail the facility of nomination in respect of the shares held by them. The prescribed form (Form 2B) can be obtained/ submitted (in duplicate) from/ to the Registered Office or Registrars of the Company i.e. M/s. Niche Technologies Pvt. Ltd.
11. Members are advised to send their requests for share transfer, intimation for change of address, Bank particulars and all other related correspondence directly to the Registrars of the Company.

Registered Office :
225C, A. J. C. Bose Road,
Kolkata - 700 020.

By Order of the Board

Dated: 29th May, 2013

A. K. SINGHANIA
Company Secretary

DIRECTORS' REPORT

To The Shareholders,

Your Directors have pleasure in presenting the Annual Report and Audited Accounts of your Company for the year ended 31st March, 2013 :

FINANCIAL RESULTS :	2012-2013	2011-2012
	<u>₹</u>	<u>₹</u>
Profit / (Loss) before Depreciation & Taxation	2,16,29,232	1,93,54,065
Less : Depreciation	1,09,78,890	1,04,41,713
Tax Expenses :		
-Current Tax	28,00,000	28,71,678
-Deferred Tax	(2,20,956)	(31,79,100)
-For Earlier years	(36,755)	(18,061)
 Profit / (Loss) after Tax from continuing operations	 81,08,053	 92,37,835
 Add: Profit/ (Loss) after Tax from discontinuing operations	 —	 (1,60,291)
	<u>81,08,053</u>	<u>90,77,544</u>
 Add : Brought Forward Profit	 7,51,27,161	 6,60,49,617
Profit available for appropriation	<u>8,32,35,214</u>	<u>7,51,27,161</u>
 APPROPRIATION		
Balance carried to Balance Sheet	<u>8,32,35,214</u>	<u>7,51,27,161</u>
	<u>8,32,35,214</u>	<u>7,51,27,161</u>

DIVIDEND :

With a view to plough back the Profit for the operations of the Company your Directors do not recommend any Dividend for the year ended 31st March, 2013 and entire amount of Profit is carried to Reserves and Surplus.

OPERATIONS :

The Company's Revenue from operations has increased from ₹1518.87 lacs in 2011-12 to ₹1909.21 lacs in 2012-13. Sales of packaged drinking water has increased from ₹1236.69 lacs in 2011-12 to ₹1604.05 lacs in 2012-13, showing an increase of 29.7 % in sales. Profit before tax for 2012-13 is ₹ 106.50 lacs against ₹ 86.80 lacs in 2011-12. Hence there is an increase of 22.7 % in profit. However profit after tax for 2012-13 has decreased to ₹ 81.08 lacs from ₹ 90.78 lacs in 2011-12, because of effect of deferred tax credit of ₹ 31.79 lacs in 2011-12.

The Company is looking for suitable land to put up another plant of same capacity of existing plant to meet the day by day increasing demand for packaged drinking water. Once the new plant is commissioned, the profitability of the Company is expected to increase substantially.

Real Estate Business is stable as in earlier years. Renewal of tenancy of one tenant is due with effect from 01.09.2012 and the Company expects a good increase in its rental income from the said renewal. With the present Real Estate activities, the Directors hope for a better year ahead in the current year, subject to stable market conditions.

DIRECTORS :

Sri N. K. Poddar retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, 1956 the Directors confirm that:

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

LISTING :

Your Company is listed with The Calcutta Stock Exchange Ltd. and BSE Ltd. and Annual Listing Fee for the financial year 2013-14 have been paid.

AUDITORS :

M/s. Tiwari & Company, Chartered Accountants, Auditors of the Company retires at the ensuing Annual General Meeting and are eligible for re-appointment.

AUDITORS' REPORT :

Observations made in the Auditors' Report are self-explanatory as they have been fully explained in the Notes on financial statements at respective points and do not require any clarification.

COST AUDITORS :

The Board of Directors of the Company has proposed to re-appoint M/s Sohan Lal Jalan & Associates, Cost Accountants to conduct Cost Audit for the financial year 2013-14 subject to such approval as may be applicable.

Cost Audit Report for the financial year 2012-13 is to be filed within 180 days from the close of the financial year, the last date being 27th September, 2013. The Company has filed Compliance Report for the financial year 2011-12 on 21st December, 2012, the due date for the same being 28th February, 2013.

FIXED DEPOSITS :

The Company has not accepted any fixed deposits from public with in the meaning of Section 58A of the Companies Act, 1956 and the rules made there under.

PERSONNEL :

Cordial relations were maintained with all the employees at all levels. We thank all the employees of the Company for their dedication and sincerity.

PARTICULARS OF EMPLOYEES :

The Company did not have any employee falling within the scope of Sub-Section (2A) of Section 217 of the Companies Act, 1956.

INFORMATION PURSUANT TO SECTION 217(1) (e) OF THE COMPANIES ACT, 1956 :**(A) Conservation of energy:**

- a) Energy conservation measures taken:
 - Installation of higher capacity generator to meet proper power requirement.
 - Installation of new technology based blowing machines and compressors to save time and power.
 - Installation of higher capacity automatic filling machines to save time and power.
- b) Additional investments and proposals , if any, being implemented for reduction of consumption of energy:
 - Installation of higher capacity transformer to have proper distribution of power.
- c) Impact of measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
 - Saving in power consumption and consequently in the cost of production
- d) Total energy consumption and energy consumption per unit of production: Not Applicable

(B) Technology Absorption:**Research and Development**

Being Franchisee of M/s Bisleri International Private Limited, the Company is adopting technological guidelines provided by its Principal from time to time and thus Research and Development of technology is automatically taken care of.

(C) Foreign Exchange earnings and outgo:

Your Company did not have any foreign exchange earning during the year under review. The foreign exchange outgo was ₹ 25,05,842/- on account of travelling and other expenses.

For and on behalf of the Board

Kolkata, 29th May, 2013

N. K. Poddar
Chairman

INDEPENDENT AUDITORS' REPORT

To the Members of
ORIENT BEVERAGES LIMITED

Report on the financial Statements

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

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

1. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required *subject to note No. 1.05 & 2.32 regarding non-charging of depreciation on certain assets, Note No. 2.29(a) regarding non provision of Excise Duty of ₹ 26,98,597/- as demanded by the Excise Authority being disputed by the Company, Note No.2.29(b) & (c) regarding interest and penalty of Kolkata Municipal Corporation taxes of ₹ 61,61,571/- being disputed by the company, Note No. 2.30 regarding writ petitions filed by the Company before the Hon'ble High Court at Calcutta for recovery of Service Tax of ₹ 39,43,202/- on rent from one of its tenants namely M/s Income Tax Appellate Tribunal and disputing property tax of ₹ 1,06,00,390/- against valuation made by the Kolkata Municipal Corporation, Note No. 2.31 regarding pending execution*

of certain legal formalities in respect of assets and liabilities of amalgamating companies and Note No. 2.34 regarding impairment of assets as per AS- 28 and discarded assets of the closed units in Bhubaneswar, Note No. 2.40 regarding payment of managerial remuneration to Chairman of ₹ 14,07,600/- pending approval of the Central Government and Note No. 2.41 regarding payment of managerial remuneration to Executive Director of ₹ 3,41,334/- subject to approval of representation by the Central Government, give a true and fair view in conformity with the accounting principles generally accepted in India:

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

Report on Other Legal and Regulatory Requirement

- 1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law has been kept by the Company so far as appear 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, the Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of written representations received from the directors as on March 31, 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

107/1 Park Street
Kolkata - 700 016
Dated : 29th May, 2013

For **TIWARI & COMPANY**
Chartered Accountants
Firm Regn. No. 309112E

P. TIWARI
Partner
Membership No. 16590

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirement" of our report of even date

1. In respect of its Fixed assets :

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets on the basis of available information.
- b. As explained to us, all the fixed assets of the Company have been physically verified by the management in phased periodical manner, which in our opinion, is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies have been noticed on such physical verification.
- c. In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.

2. In respect of its inventories :

- a. The inventories of the Company have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the Company and the nature of its business.
- c. The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventories as compared to the book records.

3. In respect of the loans, secured or unsecured, granted or taken by the Company to / from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:

- (a) During the year under review, the Company has not granted any loans, secured or unsecured, from / to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act. Accordingly provisions in the Sub-clauses (iii) (b), (iii) (c) and (iii) (d) of clause 4 of the Order in respect of loan granted are not applicable.
- (b) During the year under review the Company has taken unsecured loan from Companies, firms or other parties as covered in the Register maintained under Section 301 of the Act. No. of Party - 1 (one) and amount involved was ₹ 1, 00,000/- and the year end balance of such loan was ₹ 5,15,118/-.

The rate of interest and other terms and conditions of such loan are not prima facie prejudicial to the interest of the Company.

The repayment of principal and interest of such loan was regular.

4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its

business for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.

5. In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:

According to the information and explanations given to us, there are transactions (Purchase of finished goods of ₹ 2,09,454/- and sale of raw materials of ₹ 97,054/-) during the year in pursuance of contracts or arrangements, which are required to be entered in the Register maintained under Section 301 of the Act and that have been maintained.

6. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (vi) of paragraph 4 of the Order are not applicable to the Company.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. The Central Government has prescribed maintenance of cost records under Section 209(1) (d) of the Companies Act, 1956. The Company has maintained cost records as explained to us. However, we have not verified the same.
9. In respect of statutory dues:

- a) According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess, and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2013 for a period of more than six months from the date of becoming payable except the following.

- Arrear Municipal Tax of ₹ 9,76,818/- in respect of premises no. 225C, A.J.C. Bose Road Kolkata-20 payable against revision of valuation by the Kolkata Municipal Corporation.

- Service Tax of ₹ 4,50,700/- on electricity charges billed by the company yet to be collected from the tenants/occupiers.

- (b) Disputed statutory dues which have been not deposited are following:

- Municipal Tax of ₹ 1,00,49,805/- payable against revision of valuation by the Kolkata Municipal Corporation being disputed by the Company and the matter is pending before Hon'ble High Court at Calcutta.

- Service Tax of ₹ 7,75,120/- collectible from one of the tenants namely M/s Income Tax Appellate Tribunal being disputed by the tenant and the matter is pending before Hon'ble High Court at Calcutta.

10. The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.

Orient Beverages Limited

11. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks.
12. In our opinion and according to the explanations given to us and based on the information available, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund / nidhi / mutual benefit fund / society. Therefore, the provisions of clause (xiii) of paragraph 4 of the Order are not applicable to the Company.
14. According to the information and explanations given to us, the company is not a dealer or trader in securities.
15. The Company has not given any guarantees for loans taken by others from banks and financial institutions.
16. According to the information and explanations given to us and on an overall examination, the term loan has been applied for the purpose for which they were obtained.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that there are no funds raised on short-term basis that have been used for long-term investment.
18. 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.
19. The Company has not issued any debenture during the year.
20. The Company has not raised any money by way of public issues during the year.
21. In our opinion and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.

107/1 Park Street
Kolkata - 700 016
Dated : 29th May, 2013

For **TIWARI & COMPANY**
Chartered Accountants
Firm Regn. No. 309112E

P. TIWARI
Partner
Membership No. 16590

Orient Beverages Limited

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	As at 31st March, 2013 ₹	As at 31st March, 2012 ₹
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
Share Capital	2.1	2,16,28,976	2,16,28,976
Reserves and Surplus	2.2	13,98,30,800	13,17,22,747
		<u>16,14,59,776</u>	<u>15,33,51,723</u>
Non - Current Liabilities			
Long -Term Borrowings	2.3(A)	6,50,53,513	6,16,15,566
Other Long -Term Liabilities	2.4	5,66,92,821	5,17,73,761
Long -Term Provisions	2.5(A)	20,62,885	18,94,440
		<u>12,38,09,219</u>	<u>11,52,83,767</u>
Current Liabilities			
Short - Term Borrowings	2.3(B)	1,01,50,889	56,01,012
Trade Payables	2.6	2,36,66,320	2,45,00,760
Other Current Liabilities	2.7	4,45,20,553	3,83,54,663
Short -Term Provisions	2.5(B)	85,080	3,38,556
		<u>7,84,22,842</u>	<u>6,87,94,991</u>
Total		<u>36,36,91,837</u>	<u>33,74,30,481</u>
<u>ASSETS</u>			
Non - Current Assets			
Fixed Assets	2.8		
Tangible Assets		7,52,44,286	6,75,41,928
Intangible Assets		21,96,833	21,96,833
Non - Current Investments	2.9	5,31,89,665	6,33,14,487
Deferred Tax Assets (Net)	2.10	31,55,590	29,34,634
Long - Term Loans and Advances	2.11(A)	2,49,38,995	2,71,32,616
		<u>15,87,25,369</u>	<u>16,31,20,498</u>
Current Assets			
Inventories	2.12	1,83,14,975	1,91,65,574
Trade Receivables	2.13	2,95,57,771	1,74,31,489
Cash and Bank Balances	2.14	50,68,823	39,81,598
Short - Term Loans and Advances	2.11(B)	15,11,16,597	13,31,42,159
Other Currents Assets	2.15	9,08,302	5,89,163
		<u>20,49,66,468</u>	<u>17,43,09,983</u>
Total		<u>36,36,91,837</u>	<u>33,74,30,481</u>

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS 1 & 2

Notes referred to above form an integral part of Balance Sheet

As per our report of even date annexed

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 29th day of May, 2013

N. K. Poddar - Chairman
Akshat Poddar - Managing Director
B. D. Mundhra - Executive Director
A. K. Singhania - Company Secretary

Orient Beverages Limited

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

Particulars	Note No.	Year ended 31st March, 2013 ₹	Year ended 31st March, 2012 ₹
REVENUE			
Revenue from Operations	2.16	19,09,20,756	15,18,86,658
Other Income	2.17	1,38,19,696	1,47,27,255
Total Revenue		20,47,40,452	16,66,13,913
EXPENSES			
Cost of Materials Consumed	2.18	6,03,48,011	4,97,37,437
Purchase	2.19	1,67,20,508	66,25,791
Changes in Inventories of Finished Goods and Work-in-progress	2.20	(8,29,045)	7,14,172
Employee Benefits Expense	2.21	3,05,06,677	2,57,74,064
Finance Costs	2.22	1,06,17,767	1,06,40,525
Depreciation and Amortisation Expense	2.23	1,09,78,890	1,04,41,713
Other Expenses	2.24	6,57,47,302	5,37,67,859
Total Expenses		19,40,90,110	15,77,01,561
Profit/ (Loss) before Tax		1,06,50,342	89,12,352
Tax Expenses	2.25		
Current Tax		28,00,000	28,71,678
Deferred Tax Expense / (Credit)		(2,20,956)	(31,79,100)
For Earlier Years		(36,755)	(18,061)
Profit/ (Loss) for the year from continuing operations		81,08,053	92,37,835
Profit/ (Loss) from discontinuing operations	2.26	—	(2,31,969)
Tax expenses of discontinuing operations		—	(71,678)
Profit/ (Loss) from discontinuing operations (after tax)		—	(1,60,291)
Profit/ (Loss) for the year		81,08,053	90,77,544
Earning per Equity Share (Basic and Diluted) (₹)	2.27	3.75	4.20

SIGNIFICANT ACCOUNTING POLICIES AND

NOTES ON ACCOUNTS

1 & 2

Notes referred to above form an integral part of Statement of Profit and Loss

As per our report of even date annexed

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 29th day of May, 2013

N. K. Poddar - Chairman
Akshat Poddar - Managing Director
B. D. Mundhra - Executive Director
A. K. Singhania - Company Secretary

Orient Beverages Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT

	Year Ended 31st March, 2013	Year Ended 31st March, 2012
	₹	₹
A. Cash Flows from Operating Activities:		
Net Profit before Tax as per Statement of Profit and Loss :		
From Continuing Operations	1,06,50,342	89,12,352
From Discontinuing Operations	—	(2,31,969)
	<u>1,06,50,342</u>	<u>86,80,383</u>
Adjustments for :		
Depreciation and Amortisation Expense	1,09,78,890	1,04,41,713
Interest Received	(1,29,43,221)	(1,33,05,057)
Finance Costs	1,06,17,767	1,06,40,525
Profit on sale of Fixed Assets	(9,956)	(1,94,843)
Loss on sale of Fixed Assets	—	1,76,172
Operating Profit before Working Capital Changes	<u>1,92,93,822</u>	<u>1,64,38,893</u>
Changes in Working Capital :		
Increase/ (Decrease) in Trade Payables	(8,34,440)	34,23,605
Increase / (Decrease) in Provisions	(28,48,276)	(15,35,220)
Increase/ (Decrease) in Other Current Liabilities	61,65,890	57,25,556
Increase/ (Decrease) in Other Long Term Liabilities	49,19,060	86,04,372
(Increase) / Decrease in Inventories	8,50,599	(5,24,888)
(Increase) / Decrease in Trade Receivables	(1,21,26,282)	(24,47,370)
(Increase) / Decrease in Long Term Loan and Advances	21,93,621	1,56,63,495
(Increase) / Decrease in Short Term Loans and Advances	(1,89,58,297)	(1,57,50,430)
(Increase) / Decrease in Other Current Assets	(3,19,139)	8,753
Cash Generated from Operations	<u>(16,63,442)</u>	<u>2,96,06,766</u>
Income Tax paid (Net of Provision)	9,83,859	(12,13,293)
Net Cash Flow from Operating Activities	<u>(6,79,583)</u>	<u>2,83,93,473</u>
B. Cash Flow from Investing Activities :		
Purchase of Fixed Assets	(1,85,78,653)	(90,47,580)
Proceeds from Diposal of Fixed Assets	32,183	19,64,500
Purchase of Long Term Investments	—	(2,34,00,000)
Proceeds from Disposal of Long Term Investments	1,00,00,000	—
Interest Received	<u>1,29,43,221</u>	<u>1,33,05,057</u>
Net Cash Flow from Investing Activities	<u>43,96,751</u>	<u>(1,71,78,023)</u>

	Year Ended 31st March, 2013	Year Ended 31st March, 2012
	₹	₹
C. Cash Flow from Financing Activities :		
Proceeds from Long Term Borrowings (Net)	34,37,947	26,54,479
Proceeds from Short Term Borrowings (Net)	45,49,877	(9,93,608)
Finance Costs	(1,06,17,767)	(1,06,40,525)
Net Cash Flow from Financing Activities	<u>(26,29,943)</u>	<u>(89,79,654)</u>
Net Increase/ (Decrease) in Cash and Cash equivalent	10,87,225	22,35,796
Cash and Cash equivalent at the Commencement of the Year	39,81,598	17,45,802
Cash and Cash equivalent at the end of the Year	50,68,823	39,81,598

- 1 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statement prescribed under the Act.
- 2 Previous year's figures have been regrouped or rearranged, wherever found necessary.

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

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 29th day of May, 2013

N. K. Poddar	- <i>Chairman</i>
Akshat Poddar	- <i>Managing Director</i>
B. D. Mundhra	- <i>Executive Director</i>
A. K. Singhania	- <i>Company Secretary</i>

Notes on Financial Statements for the year ended 31st March, 2013**Significant Accounting Policies :****1.01. System of Accounting :**

Financial Statements have been prepared in accordance with the historical cost convention following accrual system of Accounting, Accepted Accounting Principles, Accounting Standards issued by I.C.A.I and relevant provisions of the Companies Act, 1956.

1.02. Revenue Recognition :

- Sales** : Sales are recognised in the accounts on passing the title of the goods.
- Rental Income** : Rental Income have been shown in the accounts as per the terms of Agreements with the tenants.
- Other Income / Expenses** : Other Income including sale of services and expenses are accounted for on accrual basis.

1.03. Investment :

Investments are stated at cost including the share stamp charges.

1.04. Fixed Assets :

Fixed Assets are stated at cost including direct expenses related thereto net of depreciation.

1.05. Depreciation :

The Company is providing depreciation on assets including assets acquired in amalgamation on written down value method on pro-rata basis as per the rates prescribed under Schedule XIV to the Companies Act, 1956. No depreciation has been provided on Silver Idol as rate of depreciation has not been prescribed in Schedule XIV to the Companies Act, 1956. Depreciation on Building on Leasehold Land (Shown under the head Non-Current Investments) has been charged on proportionate basis over the period of Lease.

1.06. Inventories :

- Real Estate** - Valued at lower of cost including other attributable expenses or market realisable value.
- Shares** - Valued at lower of cost or market value in case of quoted Shares otherwise at cost or book value wherever applicable.
- Finished Goods** - Finished goods has been valued at lower of cost or market realisable value.
- Work-in-Progress** - Work-in-progress has been valued at cost incurred up to the stage of completion.
- Raw/ Packing Material** - Valued at cost.

Notes on Financial Statements for the year ended 31st March, 2013**1.07. Amortisation of Deferred Revenue Expenses :**

The deferred revenue expenses are being amortised by 5 equal installments.

1.08. Employee Benefits :

I. Short Term Employee Benefits - All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

II. Post Employment Benefits -

Defined Contribution Plans :

a) Gratuity Plans :

Gratuity is payable to all eligible employees of the Company on death, permanent disablement and resignation in terms of the provisions of the Payment of Gratuity Act, 1972 or as per the Company's Scheme, whichever is more beneficial. Benefit would be paid at the time of separation based on the last drawn basic salary.

b) Leave Encashment :

Eligible employees can carry forward and encash leave up to death, permanent disablement and resignation subject to maximum accumulation allowed up to 88 days or as per terms of employment with the individual employee.

In case of employees of Real Estate Division, the leave over and above accumulation allowed is liable to be lapsed. Benefits would be paid only at the time of separation based on the last drawn gross salary.

In case of employees of Packaged Drinking Water Division, accumulated leave in excess of 42 days or as per terms of employment with the individual employee are encashed in the next year based on gross salary drawn in the last year.

III. Termination Benefits :

Termination Benefits are charged to the statement of Profit and Loss in the year in which they are incurred.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	As at 31st March, 2013 ₹	As at 31st March, 2012 ₹
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NOTE 2.1

SHARE CAPITAL

Authorised

39,00,000 (Thirty Nine Lacs) Equity Shares of ₹ 10/- each	3,90,00,000	3,90,00,000
10,000 (Ten Thousand) Preference Shares of ₹ 100/- each	<u>10,00,000</u>	<u>10,00,000</u>
	<u>4,00,00,000</u>	<u>4,00,00,000</u>

Issued & Subscribed

21,62,400 (Twenty One Lacs Sixty Two Thousand Four Hundred) Equity Shares of ₹ 10/- each	<u>2,16,24,000</u>	<u>2,16,24,000</u>
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Paid up

21,61,500 (Twenty One Lacs Sixty One Thousand Five Hundred) Equity Shares of ₹ 10/- each fully paid up (including 40,000 shares allotted in pursuant to a contract without payment being received in cash)	2,16,15,000	2,16,15,000
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Shares Suspense Account

1,133 Equity Shares of ₹ 10/- each fully paid up to be issued to the erstwhile shareholders of Amalgamating Companies, namely

Jaypee Estates Pvt. Ltd. - 1100 Shares

Avni Estates Pvt. Ltd. - 33 Shares

and ₹ 21.10 payable in cash against Fractional Shares in pursuance to a scheme of Amalgamation duly approved by the Hon'ble High Court at Calcutta vide Orders dated 26.08.2002 & 14.10.2004 (Refer Note No. 2.31)

Share Forfeiture Account	11,351	11,351
	<u>2,625</u>	<u>2,625</u>
	<u>2,16,28,976</u>	<u>2,16,28,976</u>

- (a) Reconciliation of the number of shares outstanding as at 31st March, 2013 and 31st March, 2012 is set out below:

	As at 31st March, 2013	As at 31st March, 2012
Number of shares outstanding at the beginning of the year	21,61,500	21,61,500
Number of shares outstanding at the end of the year	21,61,500	21,61,500

- (b) **Terms/ rights attached to equity shares:**

The Company has only one class of issued shares i.e. equity shares having a face value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in the proportion of their shareholdings.

- (c) Details of shares held by shareholders holding more than 5 % of the aggregate share capital in the Company :

Name of the Shareholder	As at 31st March, 2013		As at 31st March, 2012	
	Number of Shares	Percentage	Number of Shares	Percentage
Sri Narendra Kumar Poddar	6,42,050	29.70	6,39,050	29.57
Smt. Ruchira Poddar	2,02,650	9.38	2,02,650	9.38
Sri Shree Narayan Jalan	1,25,000	5.78	1,25,000	5.78

Notes on Financial Statements for the year ended 31st March, 2013

	As at 31st March, 2013 ₹	As at 31st March, 2012 ₹
NOTE 2.2		
RESERVES AND SURPLUS		
Capital Reserve		
As per Last Account	4,00,00,000	4,00,00,000
Capital Subsidy Reserve		
As per Last Account	41,060	41,060
Securities Premium Reserve		
As per Last Account	96,12,000	96,12,000
General Reserve		
As per Last Account	69,42,526	69,42,526
Surplus		
At the Beginning of the year	7,51,27,161	6,60,49,617
Add: Profit/(Loss) for the year from continuing operations	81,08,053	92,37,835
Add: Profit/ (Loss) from discontinuing operations (after tax)	—	(1,60,291)
	<u>13,98,30,800</u>	<u>13,17,22,747</u>

NOTE 2.3

BORROWINGS

Non Current Liabilities

(A) Long-Term Borrowings

Secured

Term Loans from Banks (Note 2.3.1)	37,50,000	—
Other Loans from Banks (Note 2.3.2)	49,30,547	52,05,421
Loans from entities other than Banks (Note 2.3.3)	<u>5,15,89,349</u>	<u>5,64,10,145</u>
	6,02,69,896	6,16,15,566

Unsecured

Loans from entities other than Banks (Note 2.3.4)	<u>47,83,617</u>	—
	6,50,53,513	6,16,15,566

Current Liabilities

(B) Short-Term Borrowings

Unsecured

Loans from entities other than Banks (Note 2.3.5)	<u>1,01,50,889</u>	<u>56,01,012</u>
	1,01,50,889	56,01,012

2.3.1 Loan of ₹ 37,50,000/- (Previous year ₹ NIL) from United Bank of India is Secured by assignment of rent receivable from the lender Bank itself and personal guarantee of a Director of the Company up to ₹ 37,50,000/-. The loan is repayable in 84 installments. The last installment is payable on 20th March, 2020.

2.3.2 Break up of Other loans from Banks is as under:

Name of the Bank

Axis Bank Ltd.	—	5,97,207
HDFC Bank Ltd.	92,965	10,85,323
United Bank of India	1,20,978	1,86,397
Indusind Bank Ltd.	6,81,545	12,74,951
Kotak Mahindra Bank Ltd.	<u>40,35,059</u>	<u>20,61,543</u>
	49,30,547	52,05,421

Above loans are secured by hypothecation of vehicles and machineries financed by the respective banks. Loans are repayable in equated monthly installments. Last installment is payable on 15th October, 2015.

Notes on Financial Statements for the year ended 31st March, 2013

2.3.3 Loans from entities other than banks includes :

(a) ₹ 23,76,550/- (Previous year ₹ NIL) from Reliance Capital Ltd. is secured by hypothecation of certain machineries financed by them. Loans are repayable in equated monthly installments. Last installment is payable on 15th March, 2016.

(b) ₹ 4,92,12,799/- (Previous year ₹ 5,64,10,145/-) from L&T Finance Ltd. is secured by mortgage of immovable properties of the Company situated at NH-6, Salap More, Howrah, portion of premises Nos. 50, Chowringhee Road, Kolkata and 225C, A. J. C. Bose Road, Kolkata, hypothecation of raw materials, work-in-progress, finished goods, movable properties such as plant and machinery, equipments etc. book debts and personal guarantee of two Directors of the Company up to ₹ 6,00,00,000/-. Last installment is payable on 5th September, 2016.

2.3.4 ₹ 47,83,617/- (Previous year ₹ NIL) from Magma Fincorp Ltd. is repayable in equated monthly installments. Last installment is payable on 7th January, 2016.

2.3.5 Short term borrowings (unsecured) from entities other than banks are repayable on demand.

As at 31st March, 2013	As at 31st March, 2012
₹	₹

NOTE 2.4

OTHER LONG - TERM LIABILITIES

Creditors for Materials / Services	9,60,696	10,17,722
Advance from Customers	1,36,62,983	1,45,95,214
Sundry Creditors for Expenses and Others	20,02,342	18,28,719
Deposits from Customers as Security	4,00,66,800	3,43,32,106
	5,66,92,821	5,17,73,761

NOTE 2.5

PROVISIONS

Non-Current Liabilities

(A) Long-Term Provisions

Provision for Employee Benefits

Provision for Gratuity	6,37,245	7,24,244
Provision for Leave Encashment	14,25,640	11,70,196
Total (A)	20,62,885	18,94,440

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	As at 31st March, 2013 ₹	As at 31st March, 2012 ₹
CURRENT LIABILITIES		
(B) Short-Term Provisions		
Provision for Gratuity	67,642	30,216
Provision for Leave Encashment	17,438	3,08,340
Total (B)	<u>85,080</u>	<u>3,38,556</u>
NOTE 2.6		
TRADE PAYABLE		
Creditors for Materials / Services	2,36,66,320	2,45,00,760
	<u>2,36,66,320</u>	<u>2,45,00,760</u>
NOTE 2.7		
OTHER CURRENT LIABILITIES		
Advance from Customers	2,710,450	2,014,154
Creditors for Capital Goods	3,87,849	56,764
Accrued Salaries and Benefits	18,14,016	22,99,270
Government Statutory Dues	2,94,32,685	2,45,21,220
Sundry Creditors for Expenses and Others	1,01,75,553	94,63,255
	<u>4,45,20,553</u>	<u>3,83,54,663</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

NOTE 2.8

FIXED ASSETS :

(A) Real Estate Division :

Nature of Fixed Assets	GROSS BLOCK			DEPRECIATION			(Amount in ₹)		
	As at 31.03.2012	Additions during the year	Sales and/or Adjustments	Total as on 31.03.2013	Up to 31.03.2012	For the year	Sales and/or Adjustments	NET BLOCK	
								As at 31.03.2013	As at 31.03.2012
(i) Tangible Assets:									
Land Development	8,36,093	4,13,000	-	12,49,093	-	-	-	12,49,093	8,36,093
Landed Properties	11,875	-	-	11,875	4,391	374	-	4,765	7,484
<u>Leasehold Properties</u>									
Own portion	40,27,729	-	-	40,27,729	14,87,270	1,27,023	-	16,14,293	24,13,436
Letout portion	26,56,745	-	-	26,56,745	21,15,852	27,045	-	21,42,897	5,13,848
Electric Installation etc.	1,48,08,442	-	-	1,48,08,442	94,66,298	7,43,092	-	1,02,09,390	45,99,052
Generator	54,97,429	-	-	54,97,429	38,34,000	2,31,383	-	40,65,383	14,32,046
Lift	27,37,647	-	-	27,37,647	7,76,240	2,72,832	-	10,49,072	16,88,575
Silver Idol	6,06,900	-	-	6,06,900	-	-	-	-	6,06,900
Furniture and Fixtures	77,95,839	56,591	-	78,52,430	55,22,689	4,20,305	-	59,42,994	19,09,436
Office Equipments	3,99,680	14,900	-	4,14,580	1,79,096	30,814	-	2,09,910	2,04,670
Computer	9,48,993	23,010	-	9,72,003	9,19,776	19,781	-	9,39,557	32,446
Vehicles	91,09,520	1,61,817	1,21,451	91,49,886	54,00,993	9,67,264	1,14,224	62,54,033	28,95,853
Cycles	14,352	-	-	14,352	14,148	41	-	14,189	163
	4,94,51,244	6,69,318	1,21,451	4,99,99,111	2,97,20,753	28,39,954	1,14,224	3,24,46,483	1,75,52,628
									1,97,30,491
(ii) Intangible Assets:									
Goodwill	21,96,833	-	-	21,96,833	-	-	-	-	21,96,833
TOTAL : (A)	5,16,48,077	6,69,318	1,21,451	5,21,95,944	2,97,20,753	28,39,954	1,14,224	3,24,46,483	1,97,49,461
									2,19,27,324

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

(B) Packaged Drinking Water Division :

(Amount in ₹)

Nature of Fixed Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 31.03.2012	Additions during the year	Sales and/or Adjustments 31.03.2013	Total as on 31.03.2012	Up to 31.03.2012	For the year and/or Adjustments	Total up to 31.03.2013	As at 31.03.2013	As at 31.03.2012
(i) Tangible Assets :									
Land	39,26,824	-	-	39,26,824	-	-	-	39,26,824	39,26,824
Building	1,33,71,726	9,48,383	-	1,43,20,109	48,56,009	8,76,989	-	57,32,998	85,15,717
Plant and Machinery	4,08,96,539	1,12,49,994	15,000	5,21,31,533	1,60,12,834	42,52,631	-	2,02,65,465	3,18,66,068
Electric Installation etc.	60,58,801	11,50,000	-	72,08,801	19,53,976	6,39,552	-	25,93,528	46,15,273
Generator	11,28,692	28,83,542	-	40,12,234	6,11,596	4,05,995	-	10,17,591	29,94,643
Furniture and Fixtures	4,26,966	62,405	-	4,89,371	2,22,064	39,868	-	2,61,932	2,27,439
Office Equipments	8,65,071	90,125	-	9,55,196	5,28,400	45,727	-	5,74,127	3,81,069
Computer	6,19,933	44,730	-	6,64,663	4,80,968	55,265	-	5,36,233	1,28,430
Vehicles	98,50,044	14,80,156	-	1,13,30,200	45,67,312	16,98,087	-	63,65,399	49,64,801
Cycles	2,400	-	-	2,400	2,400	-	-	2,400	-
TOTAL : (B)	7,71,46,996	1,79,09,335	15,000	9,50,41,331	2,93,35,559	80,14,114	-	3,73,49,673	5,76,91,658
Total (A + B)	12,87,95,073	1,85,78,653	1,36,451	14,72,37,275	5,90,56,312	1,08,54,068	1,14,224	6,97,96,156	7,74,41,119
Figures for the Previous Year	12,27,81,968	90,47,580	30,34,475	12,87,95,073	4,98,28,067	1,03,16,892	10,88,647	5,90,56,312	6,97,38,761

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

NOTES 2.9

NON - CURRENT INVESTMENTS

Long Term at Cost, unless otherwise specified

Investments (Unquoted) - Non Trade

	As at 31st March, 2013		As at 31st March, 2012	
	No.	Value ₹	No.	Value ₹
(A) Investments In Equity Shares				
Fully paid up Equity Shares of ₹ 10/- each				
(i) Associates				
Jenny Christensen (S.A) Pvt. Ltd.	1,150	11,500	1,150	11,500
Vrishti Beveragess Pvt. Ltd.	1,90,000	1,14,00,000	1,90,000	1,14,00,000
(ii) Others				
Allied Holdings Pvt. Ltd.	1,25,000	50,00,000	1,25,000	50,00,000
Avni Enterprises Ltd.	50,000	10,00,000	50,000	10,00,000
Balaji Metal & Sponge (P) Ltd.	5,30,000	53,00,000	5,30,000	53,00,000
Beekay Steel & Power Ltd.	25,000	10,00,000	25,000	10,00,000
B. P. Poddar Hospital & Medical Research Ltd.	5,10,000	51,00,000	5,10,000	51,00,000
Candlewood Holdings Pvt. Ltd.	3,00,000	60,00,000	3,00,000	60,00,000
Flora Suppliers (P) Ltd.	1,600	10,00,000	1,600	10,00,000
Gautam Estates (P) Ltd.	20,000	20,00,000	20,000	20,00,000
Ishanika Traders (P) Ltd.	2,000	12,50,000	2,000	12,50,000
Jyotirmay Trading Pvt. Ltd.	50,000	20,00,000	50,000	20,00,000
Popular Commercial Pvt. Ltd.	25,000	5,00,000	25,000	5,00,000
Pricol Traders (P) Ltd.	2,000	12,00,000	2,000	12,00,000
Singh Wahini Moulders & Holdings Pvt. Ltd.	50,000	20,00,000	50,000	20,00,000
Sky-B (Bangla) (P) Ltd.	8,00,000	80,00,000	8,00,000	80,00,000
Total (A)		<u>5,27,61,500</u>		<u>5,27,61,500</u>
(B) Investments In Debentures				
Fully paid up Debentures of ₹ 1000/- each				
Digivive Properties Pvt. Ltd.	-	-	10,000	1,00,00,000
Total (B)		<u>-</u>		<u>1,00,00,000</u>
Aggregate amount of Unquoted Investments (A+B)		<u>5,27,61,500</u>		<u>6,27,61,500</u>
(C) Immovable Properties				
Rented portion in the Building on Lease hold land at 50, Chowringhee Road, Kolkata (acquired on amalgamation). The Building will vest with the Lessor on expiry of lease of land.				
As per Last Account		<u>46,83,286</u>		<u>46,83,286</u>
Less : Proportionate amount written off upto 31.03.2012		<u>41,30,299</u>		<u>40,05,477</u>
For the Year 2012-2013		<u>1,24,822</u>		<u>1,24,822</u>
Total (C)		<u>42,55,121</u>		<u>41,30,299</u>
		<u>4,28,165</u>		<u>5,52,987</u>
Aggregate amount of Investments (A+B+C)		<u>5,31,89,665</u>		<u>6,33,14,487</u>

Notes on Financial Statements for the year ended 31st March, 2013

	As at 31st March, 2013	As at 31st March, 2012
	₹	₹

NOTE 2.10

DEFERRED TAX ASSETS (NET)

Deferred Tax Assets

Disallowance under Section 43B	24,93,910	23,31,608
Difference between Book & Tax Depreciation	6,61,680	5,45,914
Others	—	57,112
	<u>31,55,590</u>	<u>29,34,634</u>

Deferred Tax Liabilities

Deferred Tax Assets (Net)	<u>31,55,590</u>	<u>29,34,634</u>
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NOTES :

- (a) The Deferred Tax Assets arising from timing difference are recognised to the extent there is reasonable certainty that these assets can be realised in future.
- (b) The deferred tax for timing difference between the book and tax profit for the year is accounted for, using the tax rates and tax laws that have been enacted or subsequently enacted as at the Balance Sheet date.

NOTE 2.11

NON-CURRENT ASSETS

(A) Long - Term Loans and Advances

Unsecured, Considered Good

Advance for Capital Goods	60,000	1,92,596
Advance to Suppliers for Materials / Services	7,41,397	7,41,397
Deposit with Government	11,500	11,500
Deposit with Others	1,08,97,072	97,86,132
Loans and Advances to Related Parties	72,34,492	85,46,892
Central Excise Duty deposited as per the Calcutta High Court Order [Refer Note No. 2.29(a)]	20,46,303	20,46,303
Others Advances	39,48,231	58,07,796
Total (A)	<u>2,49,38,995</u>	<u>2,71,32,616</u>

CURRENT ASSETS

(B) Short-Term Loans and Advances

Unsecured, Considered Good

Loans to Bodies Corporate	4,27,69,935	2,80,34,152
(Including doubtful ₹ 7,07,538/- Previous year ₹ 7,07,538/-)		
Loans to Other Parties	9,95,55,078	10,11,08,650
Advance for Capital Goods	1,13,149	—
Advance to Suppliers for Materials / Services	19,37,743	12,11,783
Loans and Advances to Employees	7,90,895	4,06,471
Advance Income Tax (Net of provision)	2,29,434	12,13,293
Prepaid Expenses	3,26,467	3,55,287
Others Advances	53,93,896	8,12,523
Total (B)	<u>15,11,16,597</u>	<u>13,31,42,159</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	As at 31st March, 2013 ₹	As at 31st March, 2012 ₹
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NOTE 2.12

INVENTORIES

Taken valued and Certified by the Management

(At cost or net relisable value whichever is lower)

Packaged Drinking Water

Raw / Packing Materials	1,21,25,942	1,38,59,516
Work - in - Progress	2,93,787	1,78,932
Finished Goods	10,53,690	8,84,124
Scrap	7,67,214	1,68,660

Others

Building (Part)	9,64,342	9,64,342
Shares	<u>31,10,000</u>	<u>31,10,000</u>
	<u>1,83,14,975</u>	<u>1,91,65,574</u>

NOTE 2.13

TRADE RECEIVABLE

Outstanding for a period exceeding 6 months

(Considered Good)

Secured	39,09,222	10,02,771
Unsecured	71,84,368	54,40,843

Other Debts

(Considered Good)

Secured	62,80,297	56,64,793
Unsecured	<u>1,21,83,884</u>	<u>53,23,082</u>
	<u>2,95,57,771</u>	<u>1,74,31,489</u>

NOTE 2.14

CASH AND BANK BALANCES

Cash-in-hand	4,44,887	11,60,921
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Balance with Banks

In Current Accounts	18,71,674	13,44,559
In Fixed Deposit Accounts (Refer Note 1 & 2)		
- With maturity of more than 12 months	<u>27,52,262</u>	<u>14,76,118</u>
	<u>50,68,823</u>	<u>39,81,598</u>

Notes

1. Placed with United Bank of India against Bank Guarantee in favour of West Bengal State Electricity Distribution Company Ltd. for ₹ 24,03,555/- (Previous year ₹ 13,26,780/-) towards security deposit for bulk supply of power.
2. Includes Accrued interest of ₹ 2,96,709/- (Previous year ₹ 97,340/-)

NOTE 2.15

OTHER CURRENT ASSETS

Excise Duty / Service Tax CENVAT Receivable	9,08,302	5,89,163
	<u>9,08,302</u>	<u>5,89,163</u>

Notes on Financial Statements for the year ended 31st March, 2013

Year ended 31st March, 2013	Year ended 31st March, 2012
₹	₹

NOTE 2.16

REVENUE FROM OPERATIONS

(A) Sale of Products

Packaged Drinking Water

Own Manufactured Goods	15,32,85,478	12,69,06,318
Traded Goods	2,50,04,244	85,13,874
Raw Materials	16,51,279	9,57,837
Scrap	77,517	6,04,961
	18,00,18,518	13,69,82,990

Less : Excise Duty	1,96,13,265	1,33,13,601
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Total (A)	16,04,05,253	12,36,69,389
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(B) Other Operating Revenue

Rental Income

Rent	2,60,06,013	2,41,93,142
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(Including Arrear Rent ₹ 40,452/-, Previous Year ₹ 14,625/-)

(TDS ₹ 24,59,176/-, Previous Year ₹ 26,26,942/-)

Maintenance / Generator / Electricity Charges	45,09,490	40,24,127
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(TDS ₹ 52,251/-, Previous Year ₹ 21,467/-)

Total (B)	3,05,15,503	2,82,17,269
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TOTAL (A+B)	19,09,20,756	15,18,86,658
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NOTE 2.17

OTHER INCOME

Interest Income	1,29,43,221	1,33,05,057
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(TDS ₹ 3,44,013/-, Previous Year ₹ 3,10,761/-)

Miscellaneous Receipts	4,26,023	5,62,130
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Profit on Sale of Fixed Assets	9,956	1,94,843
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Liabilities no longer required written back	4,40,496	6,65,225
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1,38,19,696	1,47,27,255
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Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	Year ended 31st March, 2013 ₹	Year ended 31st March, 2012 ₹
NOTE 2.18		
COST OF MATERIALS CONSUMED		
Raw/Packing Material Consumed		
Opening Stock	1,38,59,516	1,26,40,086
Less : Loss of Stock of discontinuing operations	<u>—</u>	<u>10,000</u>
	1,38,59,516	1,26,30,086
Add : Purchase	5,86,14,437	5,09,66,867
	<u>7,24,73,953</u>	<u>6,35,96,953</u>
Less : Closing Stock	<u>1,21,25,942</u>	<u>1,38,59,516</u>
	<u>6,03,48,011</u>	<u>4,97,37,437</u>
NOTE 2.19		
PURCHASE		
Packaged Drinking Water (Finished Goods)	1,62,72,535	61,53,543
Excise Duty on Stock Transfer	1,98,419	2,07,625
Carriage inward	<u>2,49,554</u>	<u>2,64,623</u>
	<u>1,67,20,508</u>	<u>66,25,791</u>
NOTE 2.20		
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS		
Opening Balance		
Packaged Drinking Water		
Work-in-Progress	1,78,932	9,98,378
Finished Goods	8,84,124	5,70,196
Scrap	1,68,660	3,57,684
Building	9,64,342	9,64,342
Shares	<u>31,10,000</u>	<u>31,10,000</u>
	53,06,058	60,00,600
Less : Loss of stock of Finished Goods of discontinuing operations	<u>—</u>	<u>9,700</u>
(A)	<u>53,06,058</u>	<u>59,90,900</u>
Closing Balance		
Packaged Drinking Water		
Work-in-Progress	2,93,787	1,78,932
Finished Goods	10,53,690	8,84,124
Scrap	7,67,214	1,68,660
Building	9,64,342	9,64,342
Shares	<u>31,10,000</u>	<u>31,10,000</u>
	61,89,033	53,06,058
(B)	<u>61,89,033</u>	<u>53,06,058</u>
Increase / (Decrease) in Cenvat Duty on Stock	(C) <u>53,930</u>	<u>29,330</u>
Net (Increase) / Decrease in Stock	(A-B+C) <u>(8,29,045)</u>	<u>7,14,172</u>
NOTE 2.21		
EMPLOYEE BENEFITS EXPENSE		
Salary, Wages and Other Allowances	2,57,28,490	2,19,28,867
Contribution to Provident and Other Funds	24,00,741	20,20,265
Directors' Sitting Fees	3,750	5,750
Staff Welfare Expenses	<u>23,73,696</u>	<u>18,19,182</u>
	<u>3,05,06,677</u>	<u>2,57,74,064</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	Year ended 31st March, 2013	Year ended 31st March, 2012
	₹	₹
NOTE 2.22		
FINANCE COSTS		
Interest Expense on :		
Borrowings from Banks	9,00,820	20,48,150
Borrowings from Others	95,57,741	82,53,275
Other Borrowing Costs	1,59,206	3,39,100
	<u>1,06,17,767</u>	<u>1,06,40,525</u>

NOTE 2.23		
DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation		
On Fixed Assets	1,08,54,068	1,03,16,891
Proportionate Value of Building on Leasehold Land written off	1,24,822	1,24,822
	<u>1,09,78,890</u>	<u>1,04,41,713</u>

NOTE 2.24		
OTHER EXPENSES		
(a) Manufacturing Expenses		
Production Expenses	30,07,233	19,94,768
Blowing Charges	—	4,74,972
Power, Fuel and Water	1,14,76,625	81,11,434
Repairs and Maintenance :		
Buildings	—	4,674
Plant and Machinery	35,92,051	26,76,836
Others	1,00,113	36,363
Total (a)	<u>1,81,76,022</u>	<u>1,32,99,047</u>

(b) Selling and Distribution Expenses		
Vehicle Expenses	25,92,228	36,29,151
Other Selling Expenses	54,48,390	36,05,712
Royalty	1,83,32,712	1,39,18,910
Sales Promotion Expenses	10,54,203	22,13,657
Total (b)	<u>2,74,27,533</u>	<u>2,33,67,430</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

	Year ended 31st March, 2013 ₹	Year ended 31st March, 2012 ₹
(c) Administrative Expenses		
Advertisement and Publicity	1,65,918	1,15,115
Bank Charges	1,27,773	2,50,505
Books and Periodicals	9,502	11,126
Brokerage Paid	1,05,000	-
Delayed Payment Charges	2,17,787	2,31,567
Donation	-	51,000
Entertainment Expenses	3,54,457	3,61,196
Earlier Year Expenses (Net)	1,67,492	21,325
Insurance	3,08,158	1,91,334
Legal and Professional Charges	3,12,266	2,51,779
Loss on Sale of Fixed Assets	-	9,124
General Expenses	9,19,695	5,37,342
Office Maintenance	13,98,851	10,79,013
Payment to Auditors (Refer Note No. 2.38)	1,41,942	1,15,648
Printing and Stationery	4,74,622	4,02,538
Postage, Courier and Telephone	8,05,534	7,70,986
Rates, Taxes and Fees (Refer Note No. 2.39)	29,18,410	23,04,384
Rent (Including ₹ 2,20,126/-, Previous year ₹ 2,20,126/- on leasehold properties)	8,64,126	4,54,126
Repairs and Maintenance:		
Buildings	13,02,012	7,86,621
Plant and Machinery	7,95,935	8,24,458
Others	40,266	66,118
Service Charges Paid	95,512	34,581
Sponsorship Expenses	4,75,000	36,73,576
Sundry Balance Irrecoverable written off	20,96,986	64,448
Travelling and Conveyance	50,38,651	36,89,858
Vehicle Upkeep Expenses	10,07,852	8,03,614
Total (c)	<u>2,01,43,747</u>	<u>1,71,01,382</u>
Total (a+b+c)	<u>6,57,47,302</u>	<u>5,37,67,859</u>

Notes on Financial Statements for the year ended 31st March, 2013

	Year ended 31st March, 2013	Year ended 31st March, 2012
	₹	₹
NOTE 2.25		
TAX EXPENSES		
Current Tax Expenses		
Current Tax	28,00,000	28,71,678
Tax for Earlier Years	(36,755)	(18,061)
	<u>27,63,245</u>	<u>28,53,617</u>
Deferred Tax (Credit) / Expenses	(2,20,956)	(31,79,100)
	<u>25,42,289</u>	<u>(3,25,483)</u>

NOTE 2.26

PROFIT/ (LOSS) FROM DISCONTINUING OPERATIONS

Miscellaneous Receipts	–	42,030
Liabilities no longer required written back	–	38,627
	<u>–</u>	<u>80,657</u>
Loss on sale of Fixed Assets	–	1,67,048
Loss of Stock of Finished Goods	–	9,700
Loss of Stock of Raw/Packing materials	–	10,000
Sundry Balances Irrecoverable written off	–	1,25,878
	<u>–</u>	<u>3,12,626</u>
	–	(2,31,969)
Less: Tax Expenses	–	(71,678)
Profit/ (Loss) from discontinuing operations (after tax)	<u>–</u>	<u>(1,60,291)</u>

NOTE 2.27

EARNINGS PER SHARE (EPS)

i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Amount in ₹)	81,08,053	90,77,544
ii) Numbers of Equity Shares	21,61,500	21,61,500
iii) Basic and Diluted Earnings per share (Amount in ₹)	3.75	4.20
iv) Face Value per equity share (Amount in ₹)	10.00	10.00

Notes on Financial Statements for the year ended 31st March, 2013

- 2.28 Estimated amount of contracts remaining to be executed on capital account is ₹ 26,52,688/- (Previous Year ₹ 35,73,986/-) against which ₹ 4,63,149/- (Previous Year ₹ 4,75,000/-) has been paid as advance.
- 2.29 Contingent Liabilities not provided for :
- (a) Additional Excise Duty amounting to ₹ 26,98,597/- demanded by the Excise Authorities has not been provided in the Books of Account although an amount of ₹ 20,46,303/- has been deposited with the Central Excise Authorities as per High Court Order. The matter is subjudiced pending decision by the Central Excise Tribunal, neither adjustment for the amount deposited nor provision for additional Excise Duty has been made.
 - (b) Interest and penalty of ₹ 58,53,873/- of Kolkata Municipal Corporation taxes of premises No. 50, Chowringhee Road, Kolkata, the valuation of which has been disputed by the Company and the matter is pending before Hon'ble High Court at Calcutta.
 - (c) Interest and penalty of ₹ 3,07,698/- of Kolkata Municipal Corporation taxes of premises No. 225C, A. J. C. Bose Road, Kolkata, which has been disputed by the Company as the Company has paid certain amount in waiver scheme and decision of the same is pending.
- 2.30 (a) One of the tenants of the Company namely M/s. Income Tax Appellate Tribunal is not paying Service Tax on Rent since the same has come in to effect. The Company is liable to collect a sum of ₹ 39,43,202/- from said M/s Income Tax Appellate Tribunal towards Service Tax on Rent for the period 01.06.2007 to 31.03.2013 and remit the same to the Government account. The Company has duly provided the said Service Tax liability in its books of account. The Company has filed a writ petition before the Hon'ble High Court at Calcutta for recovery of Service Tax on Rent from M/s Income Tax Appellate Tribunal. The matter is subjudiced pending decision by the Hon'ble High Court at Calcutta.
- (b) Annual Value of one property of the Company situated at 50, Chowringhee Road, Kolkata was revised by the Kolkata Municipal Corporation with retrospective effect from 1st July, 2006 on 15.06.2010. The Company has disputed the said valuation by filing a writ petition before the Hon'ble High Court at Calcutta praying for a fresh valuation. The Company is not paying municipal tax and liability on this account of ₹ 1,06,00,390/- up to 31.03.2013 has been duly provided in the books of account. The matter is subjudiced, pending decision by the Hon'ble High Court at Calcutta.
- 2.31 As per the Scheme of amalgamation M/s. Jaypee Estates Pvt. Ltd. and M/s. Avni Estates Pvt. Ltd. have been merged with the Company w.e.f. 01.04.2003 with all Assets and Liabilities including charges, liens, mortgages, interest, appeals etc. vide Order (s) dated 26.08.2002 and 14.10.2004 passed by the Hon'ble High Court at Calcutta. The Company is to issue 1133 Equity Shares of ₹ 10/- each fully paid up to the erstwhile shareholders of amalgamating Companies as purchase consideration.
- Pending completion of certain legal formalities with the appropriate authorities, some of the assets and liabilities taken in the books are still in the name of amalgamating companies.
- 2.32 Depreciation on Fixed Assets of Bhubaneswar unit has not been provided as the same were not in use during the current year.
- 2.33 Purchases of Packaged Drinking Water have been shown net of input credit taken against Excise Duty & VAT. Similarly Sales have been shown net of output tax adjusted against VAT.
- 2.34 Fixed Assets of the unit closed represents discarded assets awaiting disposal of the same. Since there will be no need for replacement of these assets, the provision required as per AS-28 has not been considered necessary and in case of other Fixed Assets the management does not foresee any impairment of the same.

Notes on Financial Statements for the year ended 31st March, 2013

- 2.35 Since the demand of Central Excise and Interest / Penalty on municipal taxes is contingent in nature and has been disputed by the Company before the Appropriate Authorities, the provision required as per AS-29 has not been considered necessary.
- 2.36 Some Tenants have deposited rent in Rent Control Account and the Company is withdrawing the amount there from time to time.
- 2.37 Land of the Company at Kankulia measuring 5 (five) Bighas and 1 (one) Cottah was acquired by the West Bengal Government under the provisions of West Bengal Land (Requisition and Acquisition) Act, 1948. Compensation so far received, net of cost, has already been taken as Income. In case the Company gets any further compensation the same shall be adjusted in the year of receipt.

- 2.38 Auditors' Remuneration [Note No. 2.24(c)] includes :

	2012-13 ₹	2011-12 ₹
(i) Payment to Statutory Auditors : (including Service Tax)		
- As Audit Fees	1,01,124/-	1,01,124/-
- As Tax Audit Fees	5,618/-	5,618/-
- As Certification Charges	—	4,206/-
- As reimbursement of expenses	5,200/-	4,700/-
(ii) Payment to Cost Auditors :		
- As Audit Fees	30,000/-	—
	<u>1,41,942/-</u>	<u>1,15,648/-</u>

- 2.39 Rates and Taxes have been charged to the accounts as net after adjusting ₹ 17,05,182/- (Previous year ₹ 44,84,976/-) recoverable from tenants on this account. Since the final assessment of certain taxes such as Excise Duty, VAT, CST, Profession Tax etc. was made during the year, a sum of ₹ 2,96,648/-, paid on account of demands relating to earlier years, has been charged to the current year. Similarly previous year's figures includes a sum of ₹ 2,67,187/- on account of municipal taxes relating to earlier years of a property of the Company, the valuation of which was made by the Municipal Corporation during the previous year with retrospective effect.
- 2.40 Sri N. K. Poddar was re-appointed as Chairman (being Whole Time Director) of the Company for a period of 5 (five) years w.e.f. 1st October, 2010. The Central Government approved the appointment and remuneration of Sri N. K. Poddar with effect from 01.10.2010 till next AGM i.e. 26.09.2011 and asked the Company to submit the shareholders resolution to consider the approval for the remaining period. The Company has submitted to the Central Government the shareholders resolution approving the appointment and remuneration of Sri N. K. Poddar on 21.11.2011. The further approval is still awaited. The Company has paid a sum of ₹ 14,07,600/- (including value of non monetary benefits ₹ 39,600/-) to Sri N. K. Poddar as remuneration for the year ended 31st March, 2013.
- 2.41 Sri B. D. Mundhra was appointed as an Executive Director (being Whole Time Director) of the Company for a period of 5 (five) years w.e.f. 1st June, 2012. The shareholders have duly approved the appointment and remuneration of Sri B. D. Mundhra at the Annual General Meeting held on 27th September, 2012. Application for the approval of appointment and remuneration of Sri B. D. Mundhra has been rejected by the Central Government vide letter dated 28.01.2013 in the absence of certain clarification/ information asked by them from the Company. The letters asking the said clarification/ information were never received by the Company, so the Company has prayed the Central Government on 01.03.2013 to grant an opportunity of being heard. The said application is still pending with the Central Government. The Company has paid a sum of ₹ 3,41,334/- (including provision for bonus ₹ 33,334/-) to Sri B. D. Mundhra as remuneration for the year ended 31st March, 2013.

Notes on Financial Statements for the year ended 31st March, 2013

- 2.42 The Company has been advised that the Service Tax has become applicable w. e. f. 1st July, 2012 on Electricity Charges billed by it on its tenants on the basis of sub meters. However many tenants are disputing the said levy in the absence of specific notification from the concerned authority on this issue. The Company is charging Service Tax at the applicable rate on bills raised by it against Electricity Charges on its tenants with effect from 1st July, 2012 but the Company is remitting to the credit of Government Account only amount of Service Tax actually collected by it from the tenants. The Company is pursuing other tenants to make payment of Service Tax. The Company is to collect from its tenants and remit to the credit of Government Account a sum of ₹ 24,15,671/- up to 31st March, 2013 on this account.
- 2.43 Previous year's figures have been rearranged / regrouped, wherever found necessary.
- 2.44 Income on account of Electricity Charges have been taken in the accounts as net after adjusting ₹ 4,07,99,139/- (Previous year ₹ 3,39,02,728/-) paid on this account.
- 2.45 Amount due to Small Scale Industrial undertakings ₹ Nil (Previous year ₹ Nil)
- 2.46 Amount due and outstanding to be credited to the Investor Education and Protection Fund ₹ Nil (Previous year ₹ Nil).
- 2.47 (a) Earnings in Foreign Currency- ₹ Nil (Previous year- ₹ Nil).
(b) Expenses incurred in Foreign Currency :
Travelling and other Expenses- ₹ 25,05,842/-(Previous year- ₹ 41,54,029/-)
- 2.48 Consumption of Raw materials :

Item Description	Unit	Quantity	Amount (₹)
Preform	Pcs	1,18,62,829 (1,01,40,577)	3,35,98,803 (2,71,48,502)
Cartons	Pcs	8,65,810 (7,49,933)	98,56,299 (93,42,813)
Sleeves/ Stickers/ Label	Pcs	1,14,66,643 (99,76,694)	20,81,501 (19,87,564)
Handle	Pcs	25,62,219 (20,15,565)	12,14,073 (8,47,199)
Caps	Pcs	1,58,86,915 (1,29,04,951)	80,42,132 (63,52,393)
BOPP Tape	Pcs	13,597 (10,941)	3,55,524 (2,73,759)
Co2 Gas	Kgs	5,264 (3,615)	91,185 (1,27,021)
20 Ltr. Empty Jar	Pcs	41,831 (34,974)	48,70,850 (33,73,592)
Miscellaneous materials			2,37,644 (2,84,594)
Total			6,03,48,011 (4,97,37,437)

Previous year's figures have been given in the brackets.

Notes on Financial Statements for the year ended 31st March, 2013

2.49 Disclosure as per AS-15 (Revised) :

	As on 31.03.2013 (₹)	As on 31.03.2012 (₹)
(a) Defined Contribution Plans:		
Contribution to recognised Provident Fund (Including Pension Fund)	17,60,751	15,11,497
(b) Defined Benefit Plans:		
(i) Gratuity - Partly Funded:		

The principle assumptions used in
Actuarial valuation are as below:

- Discount Rate	8%	8.5%
- Expected Rate of Return on Assets	8%	8%
- Expected Rate of future salary increase	5%	5%

Change in the present value of Obligations

- Present value of the Obligations at the beginning of the year	22,88,635	19,18,252
- Interest Cost	1,65,729	1,59,014
- Current Service Cost	3,41,894	2,60,370
- Benefits paid	(4,34,030)	(94,990)
- Actuarial (Gain)/ Loss on Obligations	4,79,968	45,989
- Present value of Obligations at the end of the year	28,42,196	22,88,635

Change in the fair value of Plan Assets

- Fair value of Plan Asset at the beginning of the year	15,34,175	12,66,436
- Expected return on Plan Assets	1,22,734	1,01,315
- Contributions	8,99,751	2,50,315
- Benefits paid	(4,34,030)	(94,990)
- Actuarial Gain/(Loss) on Plan Assets	14,679	11,099
- Fair Value of Plan Asset at the end of the year	21,37,309	15,34,175

Liability recognised in the Balance Sheet

- Present value of Obligations at the end of the year	28,42,196	22,88,635
- Fair value of Plan Assets at the end of the year	21,37,309	15,34,175
- Funded Status	(7,04,887)	(7,54,460)
- Net Asset / (Liability) recognised in Balance Sheet	(7,04,887)	(7,54,460)

Expenses recognised in the Statement of Profit and Loss

- Current Service Cost	3,41,894	2,60,370
- Interest Cost	1,65,729	1,59,014
- Expected return on plan assets	(1,22,734)	(1,01,315)
- Net Actuarial (Gain)/ Loss recognised during the year	4,65,289	34,890
- Total expenses recognised in the Statement of Profit and Loss	8,50,178	3,52,959

Notes on Financial Statements for the year ended 31st March, 2013

	As on 31.03.2013 (₹)	As on 31.03.2012 (₹)
(ii) Leave Encashment - Unfunded:		
The principle assumptions used in Actuarial valuation are as below:		
- Discount Rate	8%	8.5%
- Expected Rate of Return on Assets	-	-
- Expected Rate of future salary increase	5%	5%
Change in the present value of Obligations		
- Present value of the Obligations at the beginning of the year	14,78,536	-
- Interest Cost	97,931	-
- Current Service Cost	2,83,285	9,29,368
- Benefits paid	(5,08,784)	-
- Actuarial (Gain)/ Loss on Obligations	92,110	5,49,168
- Present value of Obligations at the end of the year	14,43,078	14,78,536
Change in the fair value of Plan Assets		
- Fair value of Plan Asset at the beginning of the year	N.A	N.A
- Expected return on Plan Assets	N.A	N.A
- Contributions	N.A	N.A
- Benefits paid	N.A	N.A
- Actuarial Gain/(Loss) on Plan Assets	N.A	N.A
- Fair Value of Plan Asset at the end of the year	N.A	N.A
Liability recognised in the Balance Sheet		
- Present value of Obligations at the end of the year	14,43,078	14,78,536
- Fair value of Plan Assets at the end of the year	-	-
- Funded Status	(14,43,078)	(14,78,536)
- Net Asset / (Liability) recognised in Balance Sheet	(14,43,078)	(14,78,536)
Expenses recognised in the Statement of Profit and Loss		
- Current Service Cost	2,83,285	9,29,368
- Interest Cost	97,931	-
- Expected return on plan assets	-	-
- Net Actuarial (Gain)/ Loss recognised during the year	92,110	5,49,168
- Total expenses recognised in the Statement of Profit and Loss	4,73,326	14,78,536

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

2.50 Segment Reporting under AS - 17 :

Primary Segment	Packaged Drinking Water	Real Estate Division	Share Trading Business	(Amount in ₹)
				Total
Segment Revenue	16,12,54,635 (12,42,83,531)	4,34,85,817 (4,23,30,382)	— (—)	20,47,40,452 (16,66,13,913)
Segment Results (PBIT)	42,98,682 (39,14,601)	1,69,69,427 (1,56,38,276)	— (—)	2,12,68,109 (1,95,52,877)
Less : Finance Costs				1,06,17,767 (1,06,40,525)
<u>Provision for Taxation :</u>				
Current Tax				28,00,000 (28,71,678)
Deferred Tax				—2,20,956 (—31,79,100)
For earlier years				—36,755 (—18,061)
Profit after Tax				81,08,053 (92,37,835)
Segment Assets	9,90,41,937 (7,76,74,340)	26,15,39,900 (25,66,46,141)	31,10,000 (31,10,000)	36,36,91,837 (33,74,30,481)
Segment Liabilities	7,23,24,542 (5,94,15,228)	29,13,67,295 (27,80,15,253)	— (—)	36,36,91,837 (33,74,30,481)
Total Cost incurred during the period to acquire Segment Assets	1,79,09,335 (59,26,580)	6,69,318 (2,65,21,000)	— (—)	1,85,78,653 (3,24,47,580)
Total amount of expenses included for depreciation and amortisation	80,14,114 (70,41,805)	29,64,776 (33,99,908)	— (—)	1,09,78,890 (1,04,41,713)
Total amount of Significant non cash expenses other than depreciation and amortisation	9,33,122 (11,29,726)	15,69,536 (16,15,757)	— (—)	25,02,658 (27,45,483)

Previous year's figures have been given in the brackets.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2013

2.51 Related Party disclosures under AS - 18 :

- i) Key Management Personnel :
 - Sri N. K. Poddar - Chairman
 - Sri Akshat Poddar - Managing Director
 - Sri B. D. Mundhra - Executive Director
- ii) Associated Companies :
 - M/s. Jenny Christensen (Service Apartments) Pvt. Ltd.
 - M/s. Vrishti Beveragess Pvt. Ltd.
- iii) Transactions with the related parties :
 - Associates / Relatives :

Name	Nature of Transaction	Amount (₹)	Balance as on 31.03.2013 (₹)
Sri N. K. Poddar, Chairman	Remuneration paid	13,68,000 (13,68,000)	- (69,185) Cr.
Sri Akshat Poddar, Managing Director	Remuneration paid	4,78,800 (4,78,800)	- (23,522) Cr.
Sri B. D. Mundhra, Executive Director	Remuneration paid	3,41,334 (-)	- (-)
Smt. Ruchira Poddar, (Directors' Relative)	Remuneration paid	4,73,601 (6,27,000)	- (-)
Smt. Avni Kandoi, (Directors' Relative)	Remuneration paid	2,10,000 (2,10,000)	13,810 Cr. (13,810) Cr.
Jenny Christensen (Service Apartments) Pvt. Ltd.	Advance paid	4,860 (4,29,247)	- (-)
Vrishti Beveragess Pvt. Ltd.	Share application money paid	- (45,00,000)	66,00,000 Dr. (66,00,000) Dr.
	Sale of machinery	- (19,46,892)	7,46,892 Dr. (19,46,892) Dr.
	Sale of raw materials	97,054 (-)	- (-)
	Purchase of Finished Goods	2,09,454 (-)	1,12,400 Cr. (-)

Note : Remuneration paid / payable to the Directors includes salary, allowances, bonus etc. and company's contribution to provident fund. Value of non monetary perquisites has not been considered here. Remuneration of Smt. Ruchira Poddar shown above for the previous year was paid to her as an Executive Director.

Previous year's figures have been given in the brackets.

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 29th day of May, 2013

N. K. Poddar - Chairman

Akshat Poddar - Managing Director

B. D. Mundhra - Executive Director

A. K. Singhania - Company Secretary

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