



MADHYA PRADESH WOMEN POULTRY PRODUCERS' COMPANY PRIVATE LIMITED

AUDIT REPORT FOR THE FINANCIAL YEAR 2007-08

Auditors :-

RATH DINESH & ASSOCIATES

Chartered Accountants

F-1, Plot No. 70,

Zone - I, M.P. Nagar,

BHOPAL - 4620 11

Tel.No: 0755-2556113, 2559744

e-mail: rathdinesh@satyam.net.in

Place: Bhopal
Date: 10th August 2008

For RATH DINESH & ASSOCIATES
Chartered Accountants

A.C. DINESH
(Partner)



**AUDITORS' REPORT TO THE MEMBERS OF MADHYA PRADESH WOMEN POULTRY PRODUCERS COMPANY
PRIVATE LIMITED**

We have audited the attached Balance Sheet of **MADHYA PRADESH WOMEN POULTRY PRODUCERS COMPANY PRIVATE LIMITED** as at **31st March 2008** and the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether financial statements are free of material misstatement. An audit includes examining on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. The Private Limited Company is a company with a Paid up Capital & reserves not more than Rs.50.00 lacs and have not accepted any public deposits and does not have outstanding loan exceeding Rs.10.00 lacs or more from any bank or Financial institution and does not have turnover exceeding Rs.5.00 crores, hence provisions of Clause 4 & 5 of the Companies (Auditors Report) Order 2003 are not applicable to the company.
3. Further to our comments in the Annexure referred to in paragraph 1 above :
 - (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 accounts as required by law have been kept by the company so far as appears from our examination of such books.
 - (c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts.
 - (d) In our opinion and based on the information given to us, the said Balance Sheet and Profit & Loss Account are in compliance with the Accounting Standards issued under section 211 (3-C) of the Companies Act, 1956.
 - (e) On the basis of written representation received from Directors, as on 31st March 2008 and taken on record by the Board of Directors, we report that none of the Director is disqualified as on 31st March 2008 from being appointed as a director in terms of clause (g) of the sub - section (1) of section 274 of the Companies Act 1956.
 - (f) In our opinion and to the best of our information and according to the explanations given to us the said accounts read together with the Notes to Accounts gives the information required by the Companies Act, 1956 in the manner so required and gives a true and fair view in conformity with the accounting principles generally accepted in India :-
 - (i) in the case of balance Sheet, of the state of affairs of the company as at 31st March 2008, and
 - (ii) in the case of the profit and loss account, of the profit for the year ended on that date.

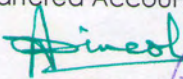
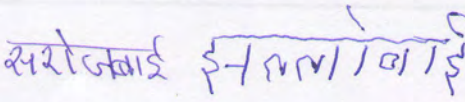

Place : Bhopal
Date : 18th August 2008



For RATH DINESH & ASSOCIATES
Chartered Accountants

A.C.DINESH
(Partner)

M. P. WOMEN POULTRY PRODUCER COMPANY PVT. LTD.
BALANCE SHEET AS AT 31ST MARCH 2008

	SCHEDULE	2007-08 Rupees	2006-07 Rupees
<u>SOURCES OF FUNDS</u>			
SHAREHOLDERS FUNDS			
Share Capital	1	250,000.00	100,000.00
Reserves & Surplus	2	2,850,510.52	
LOAN FUNDS			
Secured Loans	3	346,518.00	
TOTAL		3,447,028.52	100,000.00
<u>APPLICATION OF FUNDS</u>			
FIXED ASSETS			
Gross Block	4	171,515.00	-
Less : Depreciation		24,783.00	-
Net Block		146,732.00	
INVESTMENTS			
CURRENT ASSETS, LOANS AND ADVANCES			
Current Assets	5	8,598,338.81	4,450.00
Loans & Advances	6	444,035.41	79,552.00
LESS :			
CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	7	5,755,775.29	1,124.00
NET CURRENT ASSETS		3,286,598.92	82,878.00
<u>MISCELLANEOUS EXPENSES (ASSETS)</u>			
(to the extent not written off or adjusted)			
Preliminary & Preoperative Expenses	8	13,697.60	17,122.00
TOTAL		3,447,028.52	100,000.00
Notes on Accounts		17	
As per our annexed report of even date			
For RATH DINESH & ASSOCIATES Chartered Accountants		For & On Behalf of the Board	
 A.C.DINESH (Partner)		 (Director)	
		(Director)	
Place : Bhopal			
Date : 18th August 2008			

M. P. WOMEN POULTRY PRODUCER COMPANY PVT. LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008.

	<u>SCHEDULE</u>	<u>2007-08</u> <u>Rupees</u>	<u>2006-07</u> <u>Rupees</u>
<u>INCOME</u>			
Sales	9	38,965,118.50	
Increase / Decrease in Stocks	10	246,900.00	
Other Income	11	593,462.63	
Total		39,805,481.13	
<u>EXPENDITURE</u>			
Material Consumed	12	37,660,345.21	
Manufacturing Expenses	13	566,409.00	
Payments To & Provision for Employees	14	165,702.00	
Administrative & Selling Expenses	15	866,911.00	
Financial Expenses	16	15,343.00	
Depreciation		24,783.00	
Preliminary & Preoperative Exp. W/off		3,424.40	
Total		39,302,917.61	
Profit for the year before Taxation		502,563.52	-
Less : Provision for Taxation		149,087.00	-
Fringe Benefit Tax		2,966.00	-
Profit After Tax		350,510.52	-
Add : Profit Brought forward			-
Net Profit available for appropriation		350,510.52	-
Less : Appropriations		0.00	-
Proposed Dividend		0.00	-
Transfer to General Reserve		0.00	-
Balance carried to Balance Sheet		350,510.52	-

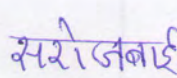
As per our annexed report of even date

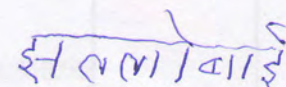
For **RATH DINESH & ASSOCIATES**
Chartered Accountants


A.C.DINESH
(Partner)



For & On Behalf of the Board


(Director)


(Director)

Place : Bhopal
Date : 18th August 2008

M. P. Women Poultry Producer Company Private Limited

Schedules attached to and forming part of the Balance Sheet as at 31st March, 2008
and of Profit and Loss Account for the year ended on that date.

SCHEDULE '1':	AS AT 31/03/2008	AS AT 31/03/2007
<u>SHARE CAPITAL:</u>		
Authorised: 10,000 equity shares of Rs.10/- each fully paid up	100,000.00	100,000.00
Subscribed & paidup Capital 10000 equity shares of Rs.10/- each	100,000.00	100,000.00
Share Application Money Share Application Money Received	150,000.00	
Total Rs.	250,000.00	100,000.00

SCHEDULE '2':	AS AT 31/03/2008	AS AT 31/03/2007
<u>RESERVES & SURPLUS:</u>		
General Reserve		
Capital Subsidy	2,500,000.00	
Balance of Profit & Loss	350,510.52	
Total Rs.	2,850,510.52	0.00

SCHEDULE '3':	AS AT 31/03/2008	AS AT 31/03/2007
<u>SECURED LOANS:</u>		
State Bank of Govindpura (Secured by fixed deposit)	346,518.00	
Total Rs.	346,518.00	0.00



SCHEDULE 4 : FIXED ASSETS

Particulars	Cost				Depreciation	W.D.V.		% Rate of Depre.
	As at 01.04.2007	Addition during the Year	Deletion during the Year	Total		As at 31.03.2008	As at 31.03.2007	
Plant & Machinery	-	116,980.00	-	116,980.00	10,848.00	106,132.00	-	13.91%
Computers	-	42,100.00	-	42,100.00	1,500.00	40,600.00	-	40.00%
Assets costing less than Rs.5000				0.00				
Furniture & Fixture	-	5,595.00	-	5,595.00	5,595.00	0.00	-	100.00%
Office Equipment	-	1,600.00	-	1,600.00	1,600.00	0.00	-	100.00%
Electrical Fittings	-	5,240.00	-	5,240.00	5,240.00	0.00	-	100.00%
Total	-	171,515.00	0.00	171,515.00	24,783.00	146,732.00	0.00	



SCHEDULE '5':		AS AT 31/03/2008	AS AT 31/03/2007
CURRENT ASSETS:			
Inventories(As taken, valued & certified certified by the management)			
STOCK IN TRADE:			
Work in Progress			
Finished Goods		246,900.00	
Raw Material		2,524,480.81	
A=		2,771,380.81	0.00
SUNDRY DEBTORS:			
(Unsecured but considered good)			
i) More than six months		25,279.00	
ii) Less than six months		3,282,467.00	
B=		3,307,746.00	0.00
CASH & BANK BALANCES:			
i) Cash in hand		8,397.00	
ii) Balance with Schedule Banks & Post Office			
On current account		0.00	4,450.00
Fixed deposits		2,510,000.00	
Accured Interest on Fixed Deposits		815.00	
iii) Balance on deposit with others			
C=		2,519,212.00	4,450.00
GRAND TOTAL (A+B+C) =		8,598,338.81	4,450.00

SCHEDULE '6':		AS AT 31/03/2008	AS AT 31/03/2007
Loans & Advances:			
(Unsecured but considered good)			
i) Advances to Suppliers		402,676.41	
i) Other Advances recoverable in cash or in kind for value received/to be recd		37,052.00	79,552.00
ii) Tax Deducted at Source		4,307.00	
Total Rs.		444,035.41	79,552.00



SCHEDULE '7':	AS AT 31/03/2008	AS AT 31/03/2007
CURRENT LIABILITIES & PROVISIONS:		
<u>A. Current Liabilities:</u>		
Sundry Creditors - Goods	2,714,756.27	
Sundry Creditors - Others	689,601.00	
Advance from Customers	2,053,700.02	
<u>B. Provisions</u>		
Salary Payable	120,002.00	
Audit Fee Payable	19,663.00	1,124.00
Professional Fees Payable	6,000.00	
Fringe Benefit Tax Payable	2,966.00	
Income Tax Payable	149,087.00	
Total Rs.	5,755,775.29	1,124.00

SCHEDULE '8':	AS AT 31/03/2008	AS AT 31/03/2007
MISCELLANEOUS EXPENDITURE:		
(To the extent not written off/adjusted)		
Preliminary & Preoperative Expenses	17,122.00	17,122.00
Less: 1/5th written off	3,424.40	
Total Rs.	13,697.60	17,122.00

SCHEDULE '9':	AS AT 31/03/2008	AS AT 31/03/2007
SALES:		
Raw Material	1,214,910.00	
Finished Goods	37,750,208.50	
Total Rs.	38,965,118.50	0.00

SCHEDULE '10':	AS AT 31/03/2008	AS AT 31/03/2007
Increase/(Decrease) in Stock		
Closing Stock of Finished Goods	246,900.00	
Less: Opening Stock of Finished Goods	0.00	
Total Rs.	246,900.00	0.00



SCHEDULE '11':	AS AT 31/03/2008	AS AT 31/03/2007
Other Income:		
Administrative Grant	231,995.00	
Sundry Income	131,376.08	
TMS received	144,796.00	
Input Procurment charges received	80,698.00	
Interest on Fixed Deposit	815.00	
Accounts Written Off	3,782.55	
Total Rs.	593,462.63	0.00

SCHEDULE '12':	AS AT 31/03/2008	AS AT 31/03/2007
Material Consumed		
Opening Stock	0.00	
Add: Purchases of Raw Material	39,115,364.02	
Transportation of Raw material	1,069,462.00	
	40,184,826.02	
Less: Closing Stock of Raw Material	2,524,480.81	
Total Rs.	37,660,345.21	0.00

SCHEDULE '13':	AS AT 31/03/2008	AS AT 31/03/2007
Manufacturing Expenses		
Wages	339,609.00	
Feed bags purchased	168,809.00	
Feed plant expenses	30,143.00	
Power & Fuel	27,848.00	
Total Rs.	566,409.00	0.00

SCHEDULE '14':	AS AT 31/03/2008	AS AT 31/03/2007
Payment To & Provisions for Employees		
Directors Remuneration & Allowances		
Salaries, Wages, Bonus & Allowances to staff	165,702.00	
Total Rs.	165,702.00	0.00



SCHEDULE '15':		AS AT 31/03/2008	AS AT 31/03/2007
ADMINISTRATIVE & SELLING EXPENSES			
Auditors Remuneration		19,663.00	
Conveyance		9,770.00	
Director Expenses		240.00	
Misc. Administration Expenses		73,929.00	
Printing & Stationery		19,774.00	
Postage & Telegram		2,095.00	
Professional Fees		6,000.00	
Rent & Electricity		227,663.00	
Repair & Maintenance		35,921.00	
Transportation of Finished Goods		428,710.00	
Telephone Expenses		30,770.00	
Travelling Expenses		12,376.00	
Total Rs.		866,911.00	0.00

SCHEDULE '16':		AS AT 31/03/2008	AS AT 31/03/2007
FINANCIAL EXPENSES:			
Bank Charges		15,343.00	
Interest to Bank			
Total Rs.		15,343.00	0.00

As per our annexed report of even date

For **RATH DINESH & ASSOCIATES**
Chartered Accountants

A.C.DINESH
(Partner)



For & On Behalf of the Board

महोदय महोदय

(Director)

(Director)

Place : Bhopal

Date : 18th August 2008

**SCHEDULE - 17 - NOTES FORMING PART OF THE STATEMENT OF ACCOUNTS FOR THE
YEAR ENDED ON 31st MARCH 2008**

1. Basis of Preparation of Financial Statements

The financial statements have been prepared by using historical cost convention on accrual concept and in accordance with the generally accepted accounting policies and the provisions of the Companies Act, 1956 as adopted consistently by the company.

2. Revenue Recognition

Income & Expenses are considered on accrual basis except Insurance, & Gratuity that is considered in accounts as & when they are incurred.

3. Fixed Assets

Fixed Assets are stated at written down value. Additions during the year are stated at cost. All costs which are directly attributable to such fixed assets, such as cost of purchase, freight, insurance, installation charges besides financial costs as applicable are included in the cost of fixed assets.

4. Depreciation

Depreciation on fixed assets has been provided for in the accounts on written down value method at the rates specified in accordance with section 205 (2) (b), Schedule XIV to the Companies Act, 1956. Depreciation on additions during the year after commencement of commercial activity is provided on pro-rata basis.

Depreciation charge is restricted to the period of use. All assets costing Rs. 5,000 or less are fully depreciated in the year of acquisition.

5. Foreign Exchange Earnings and Expenditure

Earnings	Nil
Expenditures	Nil

6. Inventories

Inventories include raw materials at central stores, equipments at central store and work in progress at feed plant. Raw materials comprise stocks of different feed ingredients and additives, medicines and feed bags.

- i. Raw Material at central stores is valued at weighted average cost or net realisable value whichever is lower.
- ii. Closing stocks of equipments is valued at weighted average cost or net realisable value whichever is lower.
- iii. By products are valued at net selling price.

7. Current Assets Loans and Advances

In the opinion of the Board and to the best of their knowledge and belief, the value on realisation of current assets, loans and advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.

8. Remuneration to the Auditors

	<u>2007-08</u>	<u>2006-07</u>
Audit Fees	Rs.19,663	Rs.1,124

9. Balance confirmations have been received from Bank.

10. Balances standing at the debit or credit in the account of various parties are subject to confirmation.



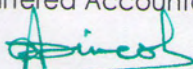
11. Previous years figures have been regrouped wherever necessary.

12. Transactions with related parties:

Sr. No.	Name Of The Party	Relationship	Nature Of Transaction	Amount	Amount Due To	Amount Due From
1.	Kesla Poultry Sahakarita Maryadit	Promoter	Sales	66,20,210.00	Nil	Nil
2.	Kesla Poultry Sahakarita Maryadit	Promoter	Purchases	27,52,663.52	6,47,675	Nil
3.	Mahila Murgi Palak Sahakarita Maryadit	Promoter	Sales	35,55,074.00	Nil	Nil
4.	Mahila Murgi Palak Sahakarita Maryadit	Promoter	Purchases	88,073.65	3,24,960	Nil

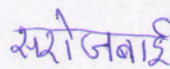
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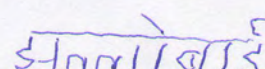
For **RATH DINESH & ASSOCIATES**
Chartered Accountants


A.C.DINESH
(Partner)



For & On Behalf of the Board


(Director)


(Director)

Place : Bhopal
Date : 18th August 2008