

THE NONSUCH TEA ESTATES LIMITED

DIRECTORS

SRIRAM KAPUR

S. BURMAN

D. R. KHATAU

AUDITORS

M/s. V. BALASUNDARAM & ASSOCIATES

"Padma Nivas",

15, Gokhalae Street, Ramnagar,

Coimbatore - 641 009.

BANKERS

UNION BANK OF INDIA

REGISTERED OFFICE

THE NONSUCH TEA ESTATES LIMITED

Ritz Buildings,

Coonoor - 643 101,

Nilgiris, Tamilnadu.

DATE OF INCORPORATION

13th September 1924

ADMINISTRATIVE OFFICE

199, Churchgate Reclamation,

Mumbai - 400 020.

REGISTRAR & SHARE TRANSFER AGENT

M/s. S.K.D.C. Consultants Ltd.,

Post Box No. 2016, Kanapathy Towers

3rd Floor, 1391/A-1, Sathy Road,

Ganapathy Post, Coimbatore - 641 006.

Phone : 0422 - 6549995

THE NONSUCH TEA ESTATES LIMITED

Regd. Office : RITZ BUILDINGS, COONOR - 643 101

NOTICE

NOTICE is hereby given that the 88th Annual General Meeting of The Nonsuch Tea Estates Limited will be held at the Registered Office of the Company, at "Ritz Buildings", Coonoor - 643 101, on Friday, 27th September 2013, at 12.00 noon to transact the following business :

AGENDA

ORDINARY BUSINESS

1. To receive, consider and adopt the Profit & Loss Account for the year ended 31st March 2013, the Balance Sheet as on that date, and the Reports of the Directors and Auditors thereon.
2. To declare a dividend for the year ended 31st March 2013.
3. To appoint a Director in place of Mr. D. R. Khatau, who retires by rotation and is eligible for re-appointment.
4. To appoint Auditors to hold office from the conclusion of the Meeting until the conclusion of the next meeting and fix their remuneration.

SPECIAL BUSINESS

1. To consider and if thought fit to pass, with or without modification, the following resolution as a Special Resolution:
RESOLVED that pursuant to Section 309(4) and all other applicable provisions of the Companies Act, 1956, the Company do hereby approve the payment to Mr. Sriram Kapur, Director of the company, commission at the rate of three percent of the net profit to be computed in the manner laid down in Section 198 (1) of the Companies Act, 1956, for a period of five financial years commencing from 1st April, 2013.

By Order of the Board

Mumbai
31st May 2013

SRIRAM KAPUR
Director

NOTES

1. A member entitled to attend and vote at the Meeting may appoint a proxy / proxies to attend and vote in his / her behalf and the proxy need not be a member. The proxies should however, be deposited at the Registered Office of the Company not later than 48 hours before the Meeting.
2. The Register of Members and Share Transfer Books will remain closed from 3rd July 2013 to 10th July 2013 (both days inclusive)
3. The dividend, if any, declared at this Meeting will be payable to member whose names appear in the Company's Register of Members, on 3rd July 2013.
4. The Explanatory statement under Section 173 of the Companies Act, 1956, to item No. 5 is annexed to this Notice.

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173 OF THE COMPANIES ACT, 1956.

ITEM No. 5

At the Annual General Meeting of the company held on 27th September, 2008, the members of the Company, by a Special Resolution pursuant to Section 309 (4) of the Companies Act, 1956, authorised payment of commission to Mr. Sriram Kapur, Director of the company, at 3% of the net profit of the Company, computed in the manner referred to under Section 198 (1) of the said Act, for each of the five financial years of the company, commencing from 1st April, 2008.

In terms of Section 309(7) of the Companies Act, 1956, it is proposed to renew the above payment for five more financial years commencing with financial years as from 1st April 2013.

None of the other Directors is interested, except Mr. S. Burman, who is a relative to Mr. Sriram Kapur.

The Directors commend the Resolution for adoption.

THE NONSUCH TEA ESTATES LIMITED

Regd. Office : RITZ BUILDINGS, COONOR - 643 101

DIRECTORS' REPORT

Your Directors have pleasure in presenting the Eighty-Eighth Annual Report on the working and progress of the Company together with the Profit and Loss Account for the year ended 31st March 2013 and the Balance Sheet as at that date together with the Auditors' Report thereon.

FINANCIAL RESULTS

Profit for the year after Depreciation

Deduct : Provision for Tax
Current Tax
Deferred Tax

Profit after Taxation

Add : Balance brought forward from previous year

Deduct : Dividend @ 300 %
Tax on Distribution of Dividend
Transfer to General Reserve

Balance carried forward

2012- 2013 Rs.	2011 - 2012 Rs.
1,13,31,728	47,97,831
13,50,000	5,60,000
2,97,561	19,274
96,84,167	42,18,557
2,44,60,247	2,43,03,657
77,61,600	32,34,000
11,81,160	4,02,967
9,69,000	4,25,000
2,42,32,654	2,44,60,247

DIVIDEND: Your Directors recommend a Dividend of Rs.30.00 per share (300%) for the year ended 31st March 2013 (Previous year Rs.12.50 per Share) (125%)

OPERATIONS:

During the year under review the Company produced a total of 680838 kgs of made tea compared to 738316 kgs last year. The weather during the year was erratic and unpredictable and the rainfall being much lower than in the previous year. The weather pattern has changed drastically with the velocity of the winds being very high. As a result of insufficient rainfall, the water table has receded and drought conditions have come to the fore.

In order to meet the internal demand of tea in the country, which is predominantly of the CTC (Crush, Tear & Curl) variety, and to cope with the major labor shortage, your company embarked on converting Nonsuch Tea Factory to suit this type of manufacture. Work was commenced in April 2012 and completed in record time by mid September 2012. Manufacture of CTC tea was commenced on 27th September 2012. We have invested in the latest available machinery and the factory is a model unit engaging only 25 workers per shift. This is a long-term investment and we have already commenced reaping benefits. It is a step to cope with the future when labour will be more difficult to get and secondly we will soon be entrenched in the ever-enlarging internal market.

Your Ibex Lodge Tea Factory continues to be well equipped for Orthodox manufacture thereby giving us the flexibility to meet this demand whenever the need arises.

All input costs increased drastically thereby having severe impact on the cost of production. However, with judicious cost control measures being put in place and the introduction of CTC manufacture, we have been able to contain expenditure.

In spite of the production being lower than in the previous year, we have been able to generate higher profits, firstly due to the buoyant market conditions and secondly due to the introduction of CTC manufacture.

SUBSIDIARY: The Annual report of Poseidon Investments Company Limited and the Statement pursuant of Section 212 of the Companies Act, 1956 are attached to this report.

COMPLIANCE CERTIFICATE:

A copy of the Compliance Certificate from a Secretary in Whole time practice is attached to this report as required by section 383 A of the Companies Act, 1956

DIRECTORS: Mr. D.R. Khatau, Director of the Company retires by rotation and is eligible for re-appointment.

AUDITORS: M/s. V. Balasundaram & Associates Chartered Accountants, retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. Necessary declaration under Section 244 of the Companies Act has been received from them.

CONSERVATION OF ENERGY: The information as per section 217 (1) (e) of the Companies Act read with Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1998, is also annexed.

EMPLOYEES: There are no employees who are in receipt of remuneration of more than Rs.24, 00,000/- per annum when employed throughout the year and Rs.2, 00,000/- per month employed for a part of the year, hence, Section 217 (2A) of the Companies Act is not applicable.

RESPONSIBILITY STATEMENT: As required by Section 217 (2AA) of the Companies Act, your Directors hereby confirm that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed:
- They have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit or Loss of the Company for that period:
- They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities:
- They have prepared the annual accounts on a going concern basis.

For and on behalf of the Board
SRIRAM KAPUR
Director

Mumbai,
31st May 2013

THE NONSUCH TEA ESTATES LIMITED

Important Communication to Shareholders

The Ministry of corporate Affairs vide its circular has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliance by the companies. Accordingly, the Company proposes to send notices/documents including Annual Reports electronically from next year onwards. Shareholders holding shares in Demat form and who have not yet registered their e-mail address are requested to register their e-mail address with their respective Depository Participant at the earliest, Shareholders who hold shares in physical form are also requested to register their e-mail address with our Registrar & Share Transfer Agent. SKDC Consultants Ltd, Kanapathy Towers, 3rd Floor, 1391/A1, Sathy Road, Ganapathy, Coimbatore 641006, E-Mail ID: info@skdc.consultants.com. Such registration of e-mail address may also be made with the Company at its Registered Office as mentioned above, or at the E-Mail ID: nonsuch1924@dataone.in

In case, members desire to receive the above-mentioned documents in physical form or in case of any change in their e-mail ID, members are requested to contact the Company or the Company's Registrar and Share Transfer Agent mentioning their Client ID and latest e-mail address. **The Annual Report of the Company and Notice convening the Annual General Meeting is also available on our website : www.nonsuch-tea.com**

ANNEXURE TO THE DIRECTORS' REPORT

Information as per Section 217 (1) (e) of the Companies Act, 1956, read with Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY :

- a) Energy conservation measures taken : Recycling of waste heat and steps being taken for improvement in Power Factor.
- b) Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: Avenues for possible energy conservation measures are being identified for investment in future.
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods, improved energy utilization and consequent reduction in cost is expected.
- d) Total energy consumption and energy consumption per unit of production as per Form A (ref: Annexure).

B. TECHNOLOGY ABSORPTION: RESEARCH AND DEVELOPMENT :

Improving cultivation and manufacture of Tea is a continuous process and the Company is a member of The United Planters' Association of Southern India and subscribes to the Scientific Research Activities. The Company expects to get the benefit of the results of the said research.

C. FOREIGN EXCHANGE EARNING AND OUTGO :

The Company's produce is already in demand by tea exporters and the Company proposes to explore the possibility of direct export.

Total Foreign Exchange used and earned : Nil

ANNEXURE

FORM - A

Form for disclosure of particulars with respect to conservation of energy :

PARTICULARS	2012 - 2013	2011 - 2012
A : POWER & FUEL CONSUMPTION		
1. a) Electricity purchased (TNEB)		
Units 000's	388	425
Total Amount Rs. 000's	3131	2625
Rate/Unit Rs.	8.07	6.17
b) Own Generation through Diesel		
Generating Sets - Units - 000's	53	25
Units/Ltr. of Diesel Oil	2.82	2.60
Cost per Unit	19.33	18.56
2. OTHERS :		
a) Firewood (in Tonnes)	1507	1505
Total cost Rs. in 000's	5786	5417
Average Rate per Tonne Rs.	3.84	3.60
B. CONSUMPTION PER UNIT PRODUCTION :		
Product - Tea Kg.	680838	738316
a) Electricity Units	0.55	0.58
Firewood		4

Mumbai,
31st May 2013

RAM KAPUR
R. KHATAU
Directors

THE NONSUCH TEA ESTATES LIMITED

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT REGARDING SUBSIDIARY OF COMPANY

1. Poseidon Investments Company Limited.
 - 1.1. The last financial year of the Company ended on 31st March 2013.
 - 1.2. As at the above date, interest of The Nonsuch Tea Estates Limited in the subsidiary consisted of 60,000 equity shares of Rs.10/- each, fully paid.
 - 1.3. No Profit / (Losses) of the Company have been dealt within the accounts of The Nonsuch Tea Estates Limited, either during the year or earlier years.
 - 1.4. Net aggregate amount of the Profit / Losses of the subsidiary not dealt within the accounts of The Nonsuch Tea Estates Limited.
 - a) For the subsidiary's financial year ended 31st March 2013 Rs. 1,25,420
 - b) For its previous financial years Rs. 1,59,23,480
 - 1.5. Dividends declared by the Subsidiary :
 - a) For its financial year ended 31st March, 2013 Rs. 8,50,200
 - b) For its previous financial years Rs. 1,01,87,500
 - 1.6. The Annual Report of the Subsidiary for the financial year ended 31st March 2013, is attached hereto.

Mumbai
31st May 2013

Sriram Kapur
D. R. Khatau
Directors

S. R. BAALAJI, B.Com., FCS..
Practising Company Secretary

23, Vaikunth Complex,
80 Ft. Road, Olembus,
Ramanathapuram, Coimbatore - 641 045.

Phone : 0422 - 2319343 Cell : 98422-06891
e-mail : akshayasri23@gmail.com

COMPLIANCE CERTIFICATE

To

The Members,
THE NONSUCH TEA ESTATES LIMITED,
Ritz Buildings, Coonoor - 643 101.

I have examined the registers, records, books and papers of M/s. THE NONSUCH TEA ESTATES LIMITED, (the company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also provisions contained in the Memorandum and Articles of Association of the company for the financial year ended 31st March 2013. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure "A" to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure "B" to this certificate with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company being a public limited company has minimum prescribed paidup capital.
4. The Board of Directors duly met 7 (SEVEN) times on the following dates in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

1. 31st May 2012	2. 30th July 2012	3. 27th August 2012
4. 11th September 2012	5. 12th October 2012	6. 24th January 2013
7. 15th March 2013	--	--

5. The company closed its Register of Members from 13.9.2012 to 27.9.2012 and necessary compliance of Section 154 of the Act has been made, during the financial year.

6. The Annual General Meeting for the financial year ended 31st March, 2012 was held on the 27th day of September 2012 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the Minutes Book duly maintained for the purpose.
7. No extra-ordinary meeting was held during the financial year.
8. The company has not advanced any loans to its directors or persons or firms or companies referred to under Section 295 of the Act.
9. The company has not entered into any contracts falling within Section 297 of the Act, during the year under scrutiny.
10. The company has made necessary entries in the register maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the company has not obtained any approvals from the Board of Directors, Members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company has:
 - (i) Not made any allotment / transfer / transmission of securities during the financial year.
 - (ii) Deposited the amount of dividend in a separate bank account on 28.09.2012 which is within five days from the date of declaration of such dividend.
 - (iii) Paid / posted warrants for dividends to all the members within the period of 30 days from the date of declaration and that all unclaimed / unpaid dividend has been transferred to Unpaid Dividend Account of the Company with **Union Bank of India**, Coonoor on **1.11.2012**.
 - (iv) Transferred the amounts of dividend remaining unpaid or unclaimed for a period of seven years to Investor Education and Protection Fund.
 - (v) Duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the company is duly constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
16. The company has not appointed any sole-selling agents during the financial year.
17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and /or such authorities prescribed under the various provisions of the Act.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The company has not issued any shares, debentures or other securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The company has not made any borrowings during the financial year ended 31st March, 2013.
25. The company has not made loans and investments, or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The company has not altered its articles of association during the financial year.
31. As explained to me there was/were no prosecution initiated against or show cause notices received by the company, during the financial year, for offences under the Act.

32. The company has not received any money as security from its employees during the financial year.
33. The provisions of Section 418 are not applicable, since the company has not constituted any Provident Fund for its employees.

Sd/-

Place : Mumbai
Date : 31st May 2013

S. R. BAALAJI
PRACTISING COMPANY SECRETARY
C. P. No. 3514

ANNEXURE "A"

REGISTERS AND RECORDS

- a) Register of Charges under Section 143.
b) Register of Members under Section 150 and Index of Members under Section 151.
c) Register of Transfers.
d) Registers and returns under Section 163.
e) Minutes Book of Meetings.
f) Register of particulars of contracts in which Directors are interested under Section 301.
g) Register of Directors, Managing Director, Manager and Secretary under Section 303.
h) Register of Directors shareholding under Section 307.

ANNEXURE "B"

Forms and Returns as filed by the company with the Registrar of Companies during the financial year ended 31st March 2013.

Sl. No.	Form No./ Return(s)	Filed under Section	For	Date of filing	Whether filed within prescribed period Yes / No	If delay in filing whether requisite additional fee paid Yes / No.
1.	Form 66	383-A	Compliance Certificate as at 31.03.2012	17.10.2012 SRN : P90617267	Yes	No
2.	FORM 20B	159	Annual Return made upto the date of AGM	19.10.2012 SRN : P91104687	Yes	No
3.	FORM 23AC	220	Balance sheet as at 31.03.2012	07.01.2013 SRN : Q05566286	Yes	No
4.	FORM 23ACA	220	Profit and Loss account as on 31.3.2012	07.01.2013 SRN : Q05566286	Yes	No
5.	FORM - 1 INV	Rule 3 of IEPF	Statement of amount credited to IEPF	19.10.2012 SRN : B60070638	Yes	No
6.	FORM - 5 INV	Rule 3 of IEPF	Statement of unclaimed and unpaid amount	24.09.2012 SRN : B59956508	Yes	No

Sd/-

Place : Mumbai
Date : 31st May 2013

S. R. BAALAJI
PRACTISING COMPANY SECRETARY
C. P. No. 3514

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE NONSUCH TEA ESTATES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **THE NONSUCH TEA ESTATES LIMITED**, which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956. 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government in terms of Section 227(4A) 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the 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 the Cash Flow Statement comply with the Accounting Standards referred to in Section 211(3C) of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2013 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013 from being appointed as a director in terms of Section 274(1)(g) of the Act.

For **V. Balasundaram & Associates**
Chartered Accountants
Firm Registration No. 011113S

Mumbai
31st May 2013

V. BALASUNDARAM
Proprietor
Membership No. 19319

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31ST MARCH 2013

With reference to the Annexure referred to in our report of even date, we report that :

- i. In respect of fixed assets:
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. Some of the fixed assets were physically verified during the year by the management in accordance with the program of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us no material discrepancies were noticed on such verification.
 - c. The company has not sold/disposed off any significant portion of fixed assets during the year.
- ii. In respect of its inventories:
 - a. As explained to us, inventories were physically verified during the year by the management at reasonable intervals.
 - 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 were reasonable and adequate in relation to the size of the Company and nature of its business.
 - c. In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- iii. The Company has not granted any loans to Companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. Therefore the provisions of clause 4(iii) of the Companies (Auditors Report) Order 2003 are not applicable to the company.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of the goods and service and we have not observed any continuing failure to correct major weaknesses in such internal controls.
- v. In respect of transactions entered in the register maintained in pursuance of section 301 of the Companies Act 1956, to the best of our knowledge and belief and according to the information and explanations given to us, the company has not entered into any transactions which require to be entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956. Therefore the provisions of clause 4(v) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
- vi. The company has not accepted any deposits from the public. Therefore the provisions of clause 4(vi) of the Companies (Auditors Report) Order 2003 are not applicable to the company.
- vii. In our opinion, the internal audit function carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the company and the nature of its business.
- viii. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- ix. In respect of statutory dues:
 - a) According to the information and explanations given to us, the Company has been regular in depositing undisputed statutory dues, including Provident Fund, Investor Education and Protection Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise duty, Cess and any other material statutory dues with the appropriate authorities during the year.
 - b) According to the information and explanations given to us, there are no due of disputed sales-tax, income-tax, customs duty, wealth-tax, excise duty and cess which have not been deposited on account of any dispute. which were in arrears as at 31st March 2013 for a period of more than six months from the date they became payable.
- x. The company has no accumulated losses and has not incurred cash loss during the financial year covered by our audit and the immediately preceding financial year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the payment of dues to financial institution, banks and debenture holders.
- xii. In our opinion the Company has maintained adequate documents and records where it has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. The company is not a chit fund or Nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- xiv. The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
- xv. In our opinion and according to the information and explanations given to us the company has not given any guarantee for loans taken by others from Banks and Financial Institutions during the year.
- xvi. To the best of our knowledge and belief and according to the information and explanations given to us, the Company has not availed any Term Loan during the year.
- xvii. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, funds raised on short-term basis have prima facie, not been used during the year for long term investment.
- xviii. The provisions of clause (xviii), (xix) and (xx) of the companies (Audit Report) Order 2003 are not applicable since the Company has neither issued any shares during the year nor has any funds raised through issue of debentures.
- xix. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For **V. Balasundaram & Associates**
Chartered Accountants
Firm Registration No. 011113S

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai
31st May 2013

THE NONSUCH TEA ESTATES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2013

Particulars	Note No.	As at 31st March 2013 Rs.	As at 31st March 2012 Rs.
A. Equity and Liabilities			
Shareholders' Funds			
Share Capital	3	2,587,200	2,587,200
Reserve and Surplus	4	90,807,707	90,066,300
Sub-Total		93,394,907	92,653,500
Non-Current Liabilities			
Long-term borrowings	5	--	61,716
Deferred Tax Liability (refer note 25)		504,440	206,879
Sub-Total		504,440	268,595
Current Liabilities			
Short-term borrowings	6	407,514	--
Trade Payable	7	10,333,574	7,594,147
Other Current Liabilities	8	1,228,329	1,143,255
Short-term provisions	9	9,090,776	3,587,957
Sub-Total		21,060,193	12,325,359
Total		114,959,540	105,247,454
B. Assets			
Non-current assets			
Fixed Assets			
Tangible Assets	10	41,434,754	30,781,412
Intangible Assets		30,060	56,150
Sub-Total		41,464,814	30,837,562
Non-Current Investments	11	58,875,339	59,523,311
Sub-Total		100,340,153	90,360,873
Current Assets			
Inventories	12	7,056,954	6,004,446
Trade receivables	13	3,073,715	2,094,314
Cash and Bank balances	14	1,306,854	2,618,375
Short-term loans and advances	15	1,357,941	1,216,654
Other Current Assets	16	1,823,923	2,952,792
Sub-Total		14,619,387	14,886,581
Total		114,959,540	105,247,454
Accompanying notes form part of the financial statements			

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED

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

Particulars	Note No.	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Revenue :			
Revenue from operations (gross)	17	65,790,430	57,656,240
Less : Excise Duty		363,671	364,719
Revenue from operations (net)		65,426,759	57,291,521
Other Income	18	6,581,008	6,752,178
Total Revenue		72,007,767	64,043,699
Expenses :			
a) Cost of Tea purchased		995,806	407,019
b) Changes in value of stock of Tea	19	(1,650,124)	2,175,055
c) Employee benefit expenses	20	32,323,812	31,752,425
d) Finance Cost	21	288,178	55,803
e) Depreciation and amortisation	22	3,833,907	2,726,560
f) Other Expenses	23	24,884,460	22,129,006
Total Expenses		60,676,039	59,245,868
Profit before Tax		11,331,728	4,797,831
Tax Expenses			
Current Year		1,350,000	560,000
Deferred Tax		297,561	19,274
Profit for the year		9,684,167	4,218,557
Earnings per share (Basic & Diluted) [Face value of Rs. 10 each]		37.43	16.31
Accompanying notes form part of the financial statements			

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Cash flow from operating activities		
Profit before Tax	11,331,728	4,797,831
Non cash adjustment to reconcile profit before tax to net cash flows		
Depreciation and amortization	3,833,907	2,726,560
Loss/(profit) on sale of investments	(1,002,700)	(2,895,600)
Loss/(profit) on sale of fixed assets	(2,497,000)	(411,669)
Interest expense	288,178	55,803
Interest Income	(74,649)	(52,763)
Dividend Income	(2,227,878)	(3,067,260)
Operating profit before working capital changes	9,651,586	1,152,902
Movements in working capital:		
Increase/(decrease) in trade payables	2,739,427	521,110
Increase/(decrease) in other current liabilities	(8,857)	346,011
Decrease/(increase) in trade receivables	(979,401)	249,467
Decrease/(increase) in inventories	(1,052,508)	765,495
Decrease/(increase) in short-term loans and advances	(141,287)	873,334
Decrease/(increase) in Other non-current assets	1,128,869	(2,347,242)
Cash generated from/(used in) operations	11,337,829	1,561,077
Direct taxes paid (net of refunds)	(1,152,974)	(584,939)
Net cash flow/(used in) operating activities (A)	10,184,855	976,138
Cash flows from investing activities :		
Purchase of fixed assets, including intangible assets, CWIP and Capital Advances	(14,890,659)	(5,282,580)
Proceeds from sale of fixed assets	2,926,500	490,000
Purchase of non-current investments	(32,925,548)	(120,284,260)
Proceeds from sale of investment	34,576,220	122,025,200
Withdrawal of Deposit with NABARD	--	1,105,030
Bank overdrawn	407,514	--
Interest received	74,649	52,763
Dividend received	2,227,878	3,067,260
Net cash flow from/(used in) in financing activities (B)	(7,603,446)	1,173,413

THE NONSUCH TEA ESTATES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013
(Contd...)

	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Cash flows from financing activities :		
Proceeds from long-terms borrowings	(61,716)	61,716
Interest paid	(288,178)	(55,803)
Dividends paid on equity shares	(3,234,000)	(3,880,800)
Tax on equity dividend paid	(402,967)	(507,895)
Unclaimed dividend	93,931	52,586
Net cash flow from/(used in) in financing activities (C)	(3,892,930)	(4,330,196)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(1,311,521)	(21,80,645)
Cash and cash equivalents as on 01.04.2012	2,618,375	47,99,020
Cash and cash equivalents as on 31.03.2013	1,306,854	26,18,375
	(1,311,521)	(21,80,645)
Components of cash and cash equivalents :		
Cash on hand	288,275	2,06,019
Bank Balances		
In Current Accounts	637,948	21,25,656
In Unpaid Dividend Accounts *	368,907	2,74,976
In Capital Reduction Account *	11,724	11,724
Total cash and cash equivalents (note 14)	1,306,854	26,18,375
* The Company can utilise this balance only towards settlement of the Unpaid Dividend and Capital Reduction payment		
Accompanying notes form part of the financial statements		

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED

Notes to Financial Statements for the year ended 31st March 2013

1. Corporate Information

The Nonsuch Tea Estates Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act 1956, its shares are listed on Madras and Bangalore Stock Exchanges in India. The company is engaged in the manufacturing of Tea. The company caters to domestic markets only.

2. Significant Accounting Policies

- a) All Income and Expenditure are accounted on accrual basis, except replanting subsidy, which is accounted for when received.
- b) Revenue from sale of tea at auction is recognized on receipt of sale notes from the brokers, Private tea sales including exports are recognized on dispatch of goods. Other revenue is recognized when no significant un-certainties as to the measurability or realisability of any claim exist.
- c) Depreciation on Fixed Assets has been provided on Written down Value method at the rates prescribed by Income Tax Rules and amendments thereto.
- d) Fixed Assets are recorded at cost to the Company with the exception of Nonsuch Tea Estate land, which was revalued in 1970. Assets acquired under Financial Lease agreement are capitalized.
- e) Investments are stated at cost less provision for permanent diminution of value where applicable.
- f) Stock in Trade is valued at the lower of cost and net realizable price. Stores and Spares are valued at average cost.
- g) Foreign currency transactions are converted at the rate ruling on the date of transactions. The foreign currency Assets and Liabilities if any as on the date of the Balance Sheet are restated at the rates on that date and exchange difference referable to fixed assets is capitalized.

h) Taxes on Income

Current Tax is determined as per the provisions of the Income-tax Act, 1961 in respect of taxable income for the year and based on the expected outcome of assessment / appeals

Deferred Tax assets and liabilities are recognized on timing differences between accounting income and taxable income that originate in one period and are capable of reversal in one or more subsequent period and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred Tax assets, other than those arising on account of unabsorbed depreciation or carried forward business losses under tax laws, are recognized and carried forward subject to consideration of prudence only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

i) PROVISIONS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent assets are neither recognized nor disclosed in the financial statements.

j) Employee Benefits:

Short term employee benefits (other than termination benefits) which are payable within 12 months after the end of the period in which the employees rendered service are accounted on accrual basis.

Defined Contribution Plans

Company's contributions paid/payable during the year to Provident Fund and Superannuation fund are recognized in the profit and loss account.

Defined Benefit Plans

Company's liabilities towards gratuity are determined based on the actuarial valuation using projected unit credit method. The company makes annual contribution to a Gratuity Fund administered by Trustees. Actuarial gains and losses are recognized in full in the profit and loss account for the period in which they occur. The retirement Benefit obligation recognized in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost.

There is no scheme for encashment of unavailed leave on retirement since unavailed earned leave is settled annually and accounted on payment.

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements

	As at 31st March 2013		As at 31st March 2012	
	No. of Shares	Rs.	No. of Shares	Rs.
3. Share Capital				
Authorised				
1000000 (31st March 2012 : 10,00,000) equity shares of Rs.10/- each				
2000000 (31st March 2012 : 20,00,000) Unclassified shares of Rs.10/- each		30,000,000		30,000,000
Issued ,Subscribed and fully paid -up				
258720 (31st March 2012 : 258720) equity shares of Rs.10/- each		2,587,200		2,587,200
		2,587,200		2,587,200
a. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year				
Equity Shares				
At the beginning of the year	258,720	2,587,200	258,720	2,587,200
Changes during the year	-	-	-	-
Outstanding at the end of the year	258,720	2,587,200	258,720	2,587,200
b. Term/rights attached to equity shares As per the provisions of the Companies Act, 1956 and Articles of Association of the Company.				
c. Details of shares held by each shareholder				
holding more than 5% shares:				
	Nos		Nos	
Equity shares of Rs.10/- each fully paid				
Hermes Investments Company Private Ltd	39,400		39,400	
Ram Narain Kapur and Company Private Ltd	30,000		30,000	
Ritz Private Limited	64,290		64,290	
The Airlines Hotel Private Limited	64,098		64,098	

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

	As at 31st March 2013	As at 31st March 2012
	Rs.	Rs.
4. RESERVES AND SURPLUS		
A. CAPITAL RESERVE : As per last Balance Sheet	8,956,668	8,956,668
B. REVENUE RESERVE : GENERAL RESERVE : As per last Balance Sheet	56,643,385	56,218,385
Add : Transferred from surplus in Statement of Profit and Loss	969,000	425,000
Closing Balance	57,612,385	56,643,385
Debenture Redemption Reserves	6,000	6,000
Surplus in Statement of Profit and Loss		
Opening Balance	24,460,247	24,303,657
Add : Profit for the year	9,684,167	4,218,557
Less: Proposed Dividend	7,761,600	3,234,000
Tax on Proposed Dividend	1,181,160	402,967
Transfer to General Reserve	969,000	425,000
Closing Balance	24,232,654	24,460,247
Total	90,807,707	90,066,300
5. Long-Term borrowings		
Finance lease obligation	-	61,716
Total	-	61,716
6. Short-term borrowings (Secured) (refer note below)		
From Banks		
- Overdraft	407,514	-
	407,514	-
Note		
(i) Over draft is Secured by the hypothecation of Stock & Book debts - when availed of - Limit 20 Lakhs		
	10,333,574	7,594,147
7. Trade Payable		
8. Other Current Liabilities		
Current maturity of finance lease obligation	69,900	245,232
Statutory dues	710,264	538,555
Unclaimed Dividend	380,631	286,700
Capital Reduction Account	11,724	11,724
Others	55,810	61,044
Total	1,228,329	1,143,255
9. Short term Provisions		
Provision for Income Tax (Net of Advance Tax and TDS)	148,016	(49,010)
Proposed Dividend	7,761,600	3,234,000
Tax on Proposed Dividend	1,181,160	402,967
Total	9,090,776	3,587,957

THE NONSUCH TEA ESTATES LIMITED

Notes : 10

FIXED ASSETS

Description of Assets	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	Balance on April, 1st 2012	Additions	Deletions	Balance on Mar. 31, 2013	Upto Mar. 31, 2012	For the year	On deletions	As at Mar. 31, 2013	As at Mar. 31, 2012
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
TANGIBLE ASSETS:									
Freehold Land and Development *	12,354,283	—	—	12,354,283	—	—	—	12,354,283	12,354,283
Buildings	8,648,561	2,180,913	—	10,829,474	5,321,045	442,022	—	5,066,407	3,327,516
Roads & Others	1,391,289	—	—	1,391,289	192,648	119,864	—	1,078,777	1,198,641
Machinery	23,098,947	12,534,185	1,269,969	34,363,163	12,465,415	2,720,521	840,469	20,017,696	10,633,532
Furniture	1,035,001	100,461	—	1,135,462	503,225	42,282	—	589,955	531,776
Office and other Equipments	481,649	65,600	—	547,249	396,376	76,070	—	74,803	85,273
Vehicles	5,901,967	—	—	5,901,967	3,251,576	397,558	—	2,252,833	2,650,391
Total	52,911,697	14,881,159	1,269,969	66,522,887	22,130,285	3,798,317	840,469	41,434,754	30,781,412
INTANGIBLE ASSETS:									
Software	73,500	9,500	—	83,000	17,350	35,590	—	30,060	56,150
Grand Total	52,985,197	14,890,659	1,269,969	66,605,887	22,147,635	3,833,907	840,469	41,464,814	30,837,562
PREVIOUS YEAR	48,039,182	5,282,580	336,565	52,985,197	19,679,309	2,726,560	258,234	22,147,635	

* At valuation in 1970 and additions, deletions since 1970 at cost

THE NONSUCH TEAESTATES LIMITED

Notes : 11

NON-CURRENT INVESTMENTS :

Particulars	Nominal Value of shares / units Rs.	As at 31st March 2012		Additions during the year		Deductions during the year		As at 31st March 2013	
		No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.
Investments (At cost or otherwise stated)									
I Non Trade									
Unquoted Shares									
Poseidon Investments Company Limited	10	60,000	299,800	-	-	-	-	60,000	299,800
Nihat Shipping Company Limited	10	2,500	25,000	-	-	-	-	2,500	25,000
UTI Capital Growth Scheme 1992	10	50,000	500,000	-	-	-	-	50,000	500,000
			824,800	-	-	-	-	-	824,800
II Mutual Funds									
HDFC Floating Rate Income Fund STP WDDR				-	15,830,539	-	780,000	1,492,976	15,050,539
HDFC CMF Treasury Adv Plan				-	2,015,009	-	17,713,520	1,564,921	-
HDFC FMP 3700 May 2011 Growth	10	1,564,921	15,698,511	-	-	-	-	-	-
HDFC FMP 3700 May 2011 Dividend Payout		1,000,000	10,000,000	-	-	1,000,000	10,000,000	-	-
HDFC Medium Term Opportunities Fund - Growth		500,000	5,000,000	-	-	500,000	5,000,000	-	-
HDFC Mid-Cap Opportunities Fund - Growth		1,767,315	20,000,000	-	-	-	-	1,767,315	20,000,000
HDFC Top 200 Fund Growth		254,434	4,000,000	-	-	-	-	254,434	4,000,000
HDFC FMP 3700 May 2012 Growth		20,510	4,000,000	-	-	-	-	20,510	4,000,000
				1,500,000	15,000,000	-	-	1,500,000	15,000,000
			58,698,511		17,015,009		32,713,520		58,050,539
Grand Total			59,523,311		17,015,009		32,713,520		58,875,339

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

	As at 31st March 2013	As at 31st March 2012
	Rs.	Rs.
12. Inventories (at lower of cost and net realizable value)		
Stores and Spares	2,063,830	2,661,446
Stock in Trade (Tea)	4,993,124	3,343,000
Total	7,056,954	6,004,446
13. Trade receivables		
Unsecured, considered good :		
Outstanding for a period exceeding six months from the date they are due for payment	317,094	205,561
Other Trade receivables	2,756,621	1,888,753
Total	3,073,715	2,094,314
14. Cash and Bank Balances:		
i) Cash and Cash equivalents		
a) Cash on hand	288,275	206,019
b) Balances with Banks		
- In Current Accounts	637,948	2,125,656
- In Unpaid Dividend Accounts	380,631	286,700
	1,306,854	2,618,375
15. Short term Loans and Advances (Unsecured - considered good)		
Gratuity Trust	31,022	81,848
Advances -Trade and Supplies	358,854	169,411
Prepaid Expenses	70,917	78,263
Loans to employees	256,109	265,800
Deposit with Govt. Authorities	622,139	602,432
Deposit - Others	18,900	18,900
Total	1,357,941	1,216,654
16. Other Current Assets		
Interest accrued on deposits	39,310	24,591
Subsidy Receivable	1,784,613	2,928,201
Total	1,823,923	2,952,792

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	For the year ended 31. 03. 2013 Rs.	For the year ended 31. 03. 2012 Rs.
17. Revenue from operations		
a) Sales of Products - Tea (Refer Note (i) below)	62,239,380	53,271,949
b) Other operating revenues (Refer note below) *	3,551,050	4,384,291
Revenue from operations (gross)	65,790,430	57,656,240
Note : (i)		
Manufactured Products - Tea	60,306,939	51,639,481
Tea Waste	990,115	1,073,420
Traded Products - Tea	942,326	559,048
* Note : (Other operating revenue)	62,239,380	53,271,949
Orthodox subsidy - Tea	3,551,050	4,384,291
Total	3,551,050	4,384,291
18. Other Income		
Interest Income	74,649	52,763
Dividend Income From		
Subsidiary Company	820,000	7,50,000
Non current investments	1,407,878	2,317,260
Rent	778,781	271,966
Scrap sales	-	52,920
Profit on sales of Investment	1,002,700	2,895,600
Profit on sales of fixed assets (Net)	2,497,000	411,669
Total	6,581,008	6,752,178
19. (Increase)/decrease in value of stock of Tea		
Opening Stock	(3,343,000)	5,518,055
Closing Stock	4,993,124	(3,343,000)
Net (Increase)/decrease	1,650,124	2,175,055
20. Employee benefits expenses		
Salaries, Wages and Bonus	27,246,762	26,351,923
Contribution to Provident Fund and Family Pension Fund	2,368,182	2,924,040
Contribution to Gratuity fund	813,609	800,000
Workman and Staff Welfare Expenses	1,895,259	1,676,462
Total	32,323,812	31,752,425
21. Finance Cost		
Interest		
on Overdraft	96,787	26,397
on vehicle loan	36,816	29,406
on others	154,575	-
Total	288,178	55,803
22. Depreciation and amortization		
Depreciation of tangible assets	3,798,317	2,709,210
Amortization of intangible assets	35,590	17,350
Total	3,833,907	2,726,560

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	For the year ended 31. 03. 2013 Rs.	For the year ended 31. 03. 2012 Rs.
23. Other expenses		
Consumption of stores and spares	5,049,556	5,880,384
Power and fuel	10,272,031	8,693,284
Repairs & Maintenance		
Building	1,451,123	1,311,660
Machinery	2,478,421	1,680,573
Rent	398,393	338,619
Vehicles Maintances	475,214	316,741
Transport charges	1,013,061	829,906
Rates & Taxes	631,704	316,982
Insurance	495,546	387,926
Selling Expenses		
Brokerage and Commission	588,515	452,927
Service Charges	2,860	2,369
Printing & Stationery	129,755	85,423
Communication Expenses	151,379	296,348
Travelling Expenses	486,704	372,155
Audit Fees (Refer Note below)	94,500	94,500
Commission to Non-Wholetime Directors	319,563	58,940
Bad Debts written off	159,015	--
Director Sitting Fees	3,500	3,500
Miscellaneous Expenses	683,621	1,006,769
Total	24,884,460	22,129,006
Note: Audit Fees		
As auditor:		
Audit fee	40,000	40,000
Tax audit fee	15,000	15,000
In other capacity		
Other services	27,000	27,000
Reimbursement of Travelling Expenses	12,500	12,500
Total	94,500	94,500

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	31st March 2013 Rs.	31st March 2012 Rs.
24. DIRECTOR'S COMMISSION :		
Profit As Per Profit & Loss Account Before Tax	11,331,728	4,797,831
Add :Director's Commission	319,563	58,940
Sitting Fees	3,500	3,500
	11,654,791	4,860,271
Less: Profit on Sale of Investments	1,002,700	2,895,600
Profit for the purpose of calculation of Commission	10,652,091	1,964,671
Commission thereon @ 3%	319,563	58,940
25. Deffered Tax Liability (on account of Depreciation)		
Opening Balance	206,879	187,605
Add: Current year charge/(credit)	297,561	19,274
Closing Balance	504,440	206,879
26. Disclosures required under Accounting Standard 15 R notified in the Companies (Accounting Standards) Rules 2006, are given below:		
A.Change in Present Value of the obligation during the year ended March 31, 2013		
1. Present value of the obligation as at April 1, 2012	119.00	110.17
2. Current Service Cost	7.65	7.69
3. Interest Cost	9.05	8.44
4. Benefit paid	(11.67)	(9.29)
5. Actuarial (Gain)/Loss on obligation	2.35	1.99
6. Present value of obligation as at March 31, 2013	126.38	119.00
B. Change in Assets during the year ended March 31, 2013		
1. Fair value of plan assets as at April 1, 2012	119.33	111.64
2. Expected return on plan assets	9.41	8.88
3. Contribution made	8.13	8.00
4. Benefits paid	(11.67)	(9.29)
5. Actuarial Gain/ (Loss) on plan assets	1.18	0.10
6. Fair Vaue of plan assets as at March 31, 2013	126.38	119.33
C. Net Asset/(Liability) recognised in the Balance Sheet		
1. Present value of the obligation as on March 31, 2013	126.38	119.00
2 Fair Value of plan assets as on March 31, 2013	126.38	119.33
3. Funded status surplus/(deficit)	-	(0.33)
4. Unrecognised past service cost	-	-
5. Net Asset/ (Liability) recognised in the Balance Sheet	-	0.31
D. Expenses recognised during year ended March 31, 2013		
1. Current Service Cost	7.65	7.68
2. Interest Cost	9.05	8.44
3. Expected return on plan assets	(9.41)	(8.88)
4. Actuarial Loss/(Gain) during the year	1.17	1.89
5. Total Expenses	8.46	9.13

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	31st March 2013 Rs.	31st March 2012 Rs.
E. Actual return on plan assets		
1. Expected return on Plan assets	9.41	8.88
2. Actuarial (Loss) / Gain on Plan Assets	1.18	0.10
3. Actual return on Plan Assets	10.59	8.98
F. Major categories of plan assets as a percentage of Total Plan		
Special Deposit Schemes	52.98%	52.98%
Bank balances and recoverables	47.02%	47.02%
Total	100.00%	100.00%
<p>The estimates of future salary increases considered in the actuarial valuation takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market. The above information is actuarially determined upon which reliance is placed by the auditors. In the absence of readily available information about experience adjustment, the same are not furnished.</p>		
G. Actuarial Assumptions		
1. Discount rate	8.00%	8.00%
2. Salary escalation	3.50%	4.00%
3. Expected rate of return on plan assets	8.00%	8.00%
4. Attrition rate	1.00%	10.00%
	LIC (1994-96)	LIC (1994-96)
5. Mortality	Ultimate	Ultimate
<p>Note : The Salary escalation considered in actuarial valuation takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market</p>		

27. Related Party Disclosures:

- (i) **Names of related parties and nature of related party relationship exists are as under:**
(related parties have been identified by the Management)

Mr. Sriram Kapur	Director
Subsidiary Company :	Poseidon Investment Company Limited
Associated Company :	Ritz Private Limited
Relatives of Management Personnel :	Nil

- (ii) **Particulars of transactions with related parties**

Description	Subsidiary Company		Associate Company		Key Management		Total	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Transactions during the year								
Commission					319,563	58,940	319,563	58,940
Equity Participation	2,99,800	2,99,800					299,800	299,800
Tea Sales			25,367	71,552			25,367	71,552

THE NONSUCH TEA ESTATES LIMITED

Notes Forming Part of Financial Statements

(Contd...)

Particulars					31st March 2013 Rs.	31st March 2012 Rs.
28. The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under Micro, Small and Medium Enterprises Development Act, 2006) Claiming their status as Micro, Small and Medium Enterprises and consequently the amount paid/payable to these parties has been considered as NIL.						
29. Earning per share: for the purpose of computing the earnings per share, the net profit after tax has been used as the numerator and the weighted average numbers of shares outstanding has been considered, as the denominator						
Net profit attributable to shareholders				Rs.	9,684,167	4,218,557
Number of shares (Face value of Rs.10)					258,720	258,720
Earning per share (Basic and Diluted)				Rs.	37.43	16.31
30. Value of Raw Materials, Stores and Spare Parts & Components Consumed (excluding green leaf harvested)-						
		2012-2013		2011-2012		
	%	Value	%	Value		
Indigenous	100.00	73,46,866	100.00	76,79,692		
Imported	NIL	NIL	NIL	NIL		
31. Repairs to Building and Machinery include						
Salaries and Wages					1,632,234	11,92,925
Consumption of Stores					2,297,310	17,99,308
					3,929,544	29,92,233
32. Earning of Foreign Currency					NIL	NIL
33. C.I.F Value of Imports					NIL	NIL
34. Expenditure in Foreign Currency					NIL	NIL
35. Finance Leases relating to vehicles :-						
a) Year - wise minimum lease rental payment on contract entered:						
Not later than one year					72,900	279,600
Later than one year and not later than five years					-	70,300
Later than five years					-	-
Total minimum instalments					72,900	349,900
Future finance charges					3,000	42,952
b) Year-wise future minimum lease rental payment on contract entered:						
Not later than one year					69,900	245,232
Later than one year and not later than five years					-	61,716
Later than five years					-	-
Present value of minimum instalments					69,900	306,948

36. The company has only one business segment viz.growing and manufacturing of Tea

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF THE NONSUCH TEA ESTATES LIMITED

Report on the Consolidated Financial Statements

We have audited the attached consolidated Balance Sheet of THE NONSUCH TEA ESTATES LIMITED (the "Company"), its subsidiaries (the Company, its subsidiaries constitute "the Group"), as at 31st March, 2013, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended on that date, and a summary of the significant accounting policies and other explanatory information. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our report.

Management's Responsibility for the Consolidated Financial Statements

The Company's Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on the financial statements / financial information of the subsidiaries referred to below in the Other Matter paragraph, the aforesaid consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

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

Other Matter

We did not audit the financial statements / financial information of subsidiary, whose financial statements reflect total assets (net) of Rs. 1,82,17,982/- as at 31st March, 2013, total revenues of Rs.12,12,951/- for the year ended on that date, as considered in the consolidated financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

Our opinion is not qualified in respect of this matter.

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

Mumbai
31st May 2013

V. BALASUNDARAM
Proprietor
Membership No. 19319

THE NONSUCH TEA ESTATES LIMITED
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2013

Particulars	Note No.	As at 31st March 2013 Rs.	As at 31st March 2012 Rs.
A. Equity and Liabilities			
Shareholders' Funds			
Share Capital	3	2,587,200	2,587,200
Reserve and Surplus	4	107,156,807	106,289,980
Sub-Total		109,744,007	108,877,180
Non-Current Liabilities			
Long-term borrowings	5	-	61,716
Deferred Tax Liability (refer note 23)		504,440	206,879
Sub-Total		504,440	268,595
Current Liabilities			
Short-term borrowings	6	407,514	--
Trade Payable	7	10,943,432	8,141,915
Other Current Liabilities	8	1,228,329	1,143,255
Short-term provisions	9	10,050,000	4,430,726
Sub-Total		22,629,275	13,715,896
Total		132,877,722	122,861,671
B. Assets			
Non-current assets			
Fixed Assets	10		
Tangible Assets		42,661,984	32,008,642
Intangible Assets		30,060	56,150
Sub-Total		42,692,044	32,064,792
Non-Current Investments		75,426,200	75,839,665
Sub-Total		118,118,244	107,904,457
Current Assets			
Inventories	11	7,056,954	6,004,446
Trade receivables	12	3,073,865	2,094,464
Cash and Bank balances	13	1,446,795	2,688,858
Short-term loans and advances	14	1,357,941	1,216,654
Other Current Assets	15	1,823,923	2,952,792
Sub-Total		14,759,478	14,957,214
Total		132,877,722	122,861,671
Accompanying notes form part of the financial statements			

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED
CONSOLIDATED PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note No.	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Revenue :			
Revenue from operations (gross)	16	65,790,430	57,656,240
Less : Excise Duty		363,671	364,719
Revenue from operations (net)		65,426,759	57,291,521
Other Income	17	7,793,959	7,880,535
Total Revenue		73,220,718	65,172,056
Expenses :			
a) Cost of Tea purchased		995,806	407,019
b) Changes in value of stock of Tea	18	(1,650,124)	2,175,055
c) Employee benefit expenses	19	32,323,812	31,752,425
d) Finance Cost	20	288,178	55,803
d) Depreciation and amortisation	21	3,833,907	2,726,560
f) Other Expenses	22	24,970,867	22,226,734
Total Expenses		60,762,446	59,343,596
Profit before Tax		12,458,272	5,828,460
Tax Expenses			
Current Year		1,363,000	580,000
Deferred Tax		297,561	19,274
Profit for the year		10,797,711	5,229,186
Earnings per share		41.74	20.21
(Basic & Diluted) [Face value of Rs. 10 each]			
Accompanying notes form part of the financial statements			

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Cash flow from operating activities		
Profit before Tax	12,458,272	5,828,460
Non cash adjustment to reconcile profit before tax to net cash flows		
Depreciation and amortization	3,833,907	2,726,560
Loss/(profit) on sale of investments	(1,137,169)	(2,895,600)
Loss/(profit) on sale of fixed assets	(2,497,000)	(411,669)
Interest expense	288,178	55,803
Interest Income	(74,649)	(52,763)
Dividend Income	(3,306,359)	(4,025,397)
Operating profit before working capital changes	9,565,180	1,225,394
Movements in working capital:		
Increase/(decrease) in trade payables	2,801,517	534,072
Increase/(decrease) in other current liabilities	(8,857)	346,011
Decrease/(increase) in trade receivables	(979,401)	249,317
Decrease/(increase) in inventories	(1,052,508)	765,495
Decrease/increase) in short-term loans and advances	(141,287)	873,334
Decrease/(increase) in Other non-current assets	1,128,869	(2,347,242)
Cash generated from/(used in) operations	11,313,513	1,646,381
Direct taxes paid (net of refunds)	(1,165,974)	(604,939)
Net cash flow/(used in) operating activities (A)	10,147,539	1,041,442
Cash flows from investing activities :		
Purchase of fixed assets, including intangible assets, CWIP and Capital Advances	(14,890,659)	(5,282,580)
Proceeds from sale of fixed assets	2,926,500	490,000
Purchase of non-current investments	(34,200,327)	(1,21,368,151)
Proceeds from sale of investment	35,750,961	1,22,975,200
Withdrawal of Deposit with NABARD	---	1,105,030
Bank overdrawn	407,514	---
Interest received	74,649	52,763
Dividend received	3,306,359	4,025,397
Net cash flow from/(used in) in financing activities (B)	(6,625,003)	1,997,659

THE NONSUCH TEA ESTATES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013
(Contd...)

	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Cash flows from financing activities :		
Proceeds from long-terms borrowings	(61,716)	61,716
Interest paid	(288,178)	(55,803)
Dividends paid on equity shares	(3,984,000)	(4,630,800)
Tax on equity dividend paid	(524,636)	(629,564)
Unclaimed dividend	93,931	52,586
Net cash flow from/(used in) in financing activities (C)	(4,764,599)	(5,201,865)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(1,242,063)	(2,162,764)
Cash and cash equivalents as on 01.04.2012	2,688,858	4,851,622
Cash and cash equivalents as on 31.03.2013	1,446,795	2,688,858
	(1,242,063)	(2,162,764)
Components of cash and cash equivalents :		
Cash on hand	288,275	206,019
Bank Balances		
In Current Accounts	777,889	2,196,139
In Deposit Accounts	-	-
In Unpaid Dividend Accounts *	368,907	274,976
In Capital Reduction Account *	11,724	11,724
Total cash and cash equivalents (note 13)	1,446,795	2,688,858
* The Company can utilise this balance only towards settlement of the Unpaid Dividend and Capital Reduction payment		
Accompanying notes form part of the financial statements		

For V. BALASUNDARAM & ASSOCIATES
Chartered Accountants
Firm Registration No. 011113S

SRIRAM KAPUR
D. R. KHATAU
Directors

V. BALASUNDARAM
Proprietor
Membership No. 19319

Mumbai : 31 May 2013

THE NONSUCH TEA ESTATES LIMITED

Notes to Financial Statements for the year ended 31st March 2013

1. Corporate Information

The Nonsuch Tea Estates Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act 1956, its shares are listed on Madras and Bangalore Stock Exchanges in India. The company is engaged in the manufacturing of Tea. The company caters to domestic markets only.

2. Significant Accounting Policies

- a) All Income and Expenditure are accounted on accrual basis, except replanting subsidy, which is accounted for when received.
- b) Revenue from sale of tea at auction is recognized on receipt of sale notes from the brokers, Private tea sales including exports are recognized on dispatch of goods. Other revenue is recognized when no significant un-certainties as to the measurability or realisability of any claim exist.
- c) Depreciation on Fixed Assets has been provided on Written down Value method at the rates prescribed by Income Tax Rules and amendments thereto.
- d) Fixed Assets are recorded at cost to the Company with the exception of Nonsuch Tea Estate land, which was revalued in 1970. Assets acquired under Financial Lease agreement are capitalized.
- e) Investments are stated at cost less provision for permanent diminution of value where applicable.
- f) Stock in Trade is valued at the lower of cost and net realizable price. Stores and Spares are valued at average cost.
- g) Foreign currency transactions are converted at the rate ruling on the date of transactions. The foreign currency Assets and Liabilities if any as on the date of the Balance Sheet are restated at the rates on that date and exchange difference referable to fixed assets is capitalized.

h) Taxes on Income

Current Tax is determined as per the provisions of the Income-tax Act, 1961 in respect of taxable income for the year and based on the expected outcome of assessment/appeals

Deferred Tax assets and liabilities are recognized on timing differences between accounting income and taxable income that originate in one period and are capable of reversal in one or more subsequent period and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred Tax assets, other than those arising on account of unabsorbed depreciation or carried forward business losses under tax laws, are recognized and carried forward subject to consideration of prudence only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

i) PROVISIONS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes. Contingent assets are neither recognized nor disclosed in the financial statements.

j). Employee Benefits:

Short term employee benefits (other than termination benefits) which are payable within 12 months after the end of the period in which the employees rendered service are accounted on accrual basis.

Defined Contribution Plans

Company's contributions paid/payable during the year to Provident Fund and Superannuation fund are recognized in the profit and loss account.

Defined Benefit Plans

Company's liabilities towards gratuity are determined based on the actuarial valuation using projected unit credit method. The company makes annual contribution to a Gratuity Fund administered by Trustees. Actuarial gains and losses are recognized in full in the profit and loss account for the period in which they occur. The retirement Benefit obligation recognized in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost.

There is no scheme for encashment of unavailed leave on retirement since unavailed earned leave is settled annually and accounted on payment.

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements

	As at 31st March 2013		As at 31st March 2012	
	No. of Shares	Rs.	No. of Shares	Rs.
3. Share Capital				
Authorised				
1000000 (31st March 2012 : 10,00,000) equity shares of Rs.10/- each				
2000000 (31st March 2012 : 20,00,000) Unclassified shares of Rs.10/- each		30,000,000		30,000,000
Issued ,Subscribed and fully paid -up				
258720 (31st March 2012 : 258720) equity shares of Rs.10/- each		2,587,200		2,587,200
		2,587,200		2,587,200
a. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year				
Equity Shares				
At the beginning of the year	258,720	2,587,200	258,720	2,587,200
Changes during the year	-	-	-	-
Outstanding at the end of the year	258,720	2,587,200	258,720	2,587,200
b. Term/rights attached to equity shares As per the provisions of the Companies Act, 1956 and Articles of Association of the Company.				
c. Details of shares held by each shareholder holding more than 5% shares:				
	Nos		Nos	
Equity shares of Rs.10/- each fully paid				
Hermes Investments Company Private Ltd	39,400		39,400	
Ram Narain Kapur and Company Private Ltd	30,000		30,000	
Ritz Private Limited	64,290		64,290	
The Airlines Hotel Private Limited	64,098		64,098	

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

	As at 31st March 2013	As at 31st March 2012
	Rs.	Rs.
4. RESERVES AND SURPLUS		
A. CAPITAL RESERVE :	92,56,868	92,56,868
As per last Balance Sheet		
B. REVENUE RESERVE :		
GENERAL RESERVE :		
As per last Balance Sheet	67,705,385	67,180,385
Add : Transferred from surplus in Statement of Profit and Loss	1,080,500	525,000
Closing Balance	68,785,885	67,705,385
Debenture Redemption Reserves	6,000	6,000
Surplus in Statement of Profit and Loss		
Opening Balance	29,321,727	29,126,177
Add : Profit for the year	10,797,711	5,229,186
Less: Proposed Dividend	8,611,800	3,984,000
Tax on Proposed Dividend	1,319,084	524,636
Transfer to General Reserve	1,080,500	525,000
Closing Balance	29,108,054	29,321,727
Total	107,156,807	106,289,980
5. Long-Term borrowings		
Finance lease obligation	-	61,716
Total	-	61,716
6. Short-term borrowings (Secured) (refer note below)		
From Banks		
- Overdraft	407,514	-
	407,514	-
Note		
(i) Over draft is Secured by the hypothecation of Stock & Book debts - when availed of - Limit 20 Lakhs		
	10,943,432	8,141,915
7. Trade Payable		
8. Other Current Liabilities		
Current maturity of finance lease obligation	69,900	245,232
Statutory dues	710,264	538,555
Unclaimed Dividend	380,631	286,700
Capital Reduction Account	11,724	11,724
Others	55,810	61,044
Total	1,228,329	1,143,255
9. Short term Provisions		
Provision for Income Tax (Net of Advance Tax and TDS)	119,116	(77,910)
Proposed Dividend	8,611,800	3,984,000
Tax on Proposed Dividend	1,319,084	524,636
Total	10,050,000	4,430,726

THE NONSUCH TEA ESTATES LIMITED

Notes : 10

FIXED ASSETS

Description of Assets	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	Balance on April, 1st 2012	Additions	Deletions	Balance on Mar. 31, 2013	Upto Mar. 31, 2012	For the year	On deletions	Upto Mar. 31, 2013	As at Mar. 31, 2012
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
TANGIBLE ASSETS:									
Freehold Land and Development *	12,354,283	—	—	12,354,283	—	—	—	—	12,354,283
Buildings	9,875,791	2,180,913	—	12,056,704	5,321,045	442,022	—	5,763,067	4,554,746
Roads & Others	1,391,289	—	—	1,391,289	192,648	119,864	—	312,512	1,198,641
Machinery	23,098,947	12,534,185	1,269,969	34,363,163	12,465,415	2,720,521	840,469	14,345,467	10,633,532
Furniture	1,035,001	100,461	—	1,135,462	503,225	42,282	—	545,507	531,776
Office and other Equipments	481,649	65,600	—	547,249	396,376	76,070	—	472,446	85,273
Vehicles	5,901,967	—	—	5,901,967	3,251,576	397,558	—	3,649,134	2,650,391
Total	54,138,927	14,881,159	1,269,969	67,750,117	22,130,285	3,798,317	840,469	25,088,133	32,008,642
INTANGIBLE ASSETS:									
Software	73,500	9,500	—	83,000	17,350	35,590	—	52,940	56,150
Grand Total	54,212,427	14,890,659	1,269,969	67,833,117	22,147,635	3,833,907	840,469	25,141,073	32,064,792
PREVIOUS YEAR	49,266,412	5,282,580	336,565	54,212,427	19,679,309	2,726,560	258,234	22,147,635	

* At valuation in 1970 and additions, deletions since 1970 at cost

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

	As at 31st March 2013	As at 31st March 2012
	Rs.	Rs.
11. Inventories (at lower of cost and net realizable value)		
Stores and Spares	2,063,830	2,661,446
Stock in Trade (Tea)	4,993,124	3,343,000
Total	7,056,954	6,004,446
12. Trade receivables		
Unsecured, considered good :		
Outstanding for a period exceeding six months from the date they are due for payment	317,244	205,561
Other Trade receivables	2,756,621	1,888,903
Total	3,073,865	2,094,464
13. Cash and Bank Balances:		
i) Cash and Cash equivalents		
a) Cash on hand	288,275	206,019
b) Balances with Banks		
- In Current Accounts	777,889	2,196,139
- In Unpaid Dividend Accounts	380,631	286,700
	1,446,795	2,688,858
14. Short term Loans and Advances (Unsecured - considered good)		
Gratuity Trust	31,022	81,848
Advances -Trade and Supplies	358,854	169,411
Prepaid Expenses	70,917	78,263
Loans to employees	256,109	265,800
Deposit with Govt. Authorities	622,139	602,432
Deposit	18,900	18,900
Total	1,357,941	1,216,654
15. Other Current Assets		
Interest accrued on deposits	39,310	24,591
Subsidy Receivable	1,784,613	2,928,201
Total	1,823,923	2,952,792

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	For the year ended 31. 03. 2013 Rs.	For the year ended 31. 03. 2012 Rs.
16. Revenue from operations		
a) Sales of Products - Tea (Refer Note (i) below)	62,239,380	53,271,949
b) Other operating revenues (Refer note below) *	3,551,050	4,384,291
Revenue from operations (gross)	65,790,430	57,656,240
Note : (i)		
Manufactured Products - Tea	60,306,939	51,639,481
Tea Waste	990,115	1,073,420
Traded Products - Tea	942,326	559,048
	62,239,380	53,271,949
* Note : (Other operating revenue)		
Orthodox subsidy - Tea	3,551,050	4,384,291
Total	3,551,050	4,384,291
17. Other Income		
Interest Income	74,649	52,763
Dividend Income From		
Subsidiary Company / Mutual Fund	1,898,481	750,000
Non current investments	1,407,878	3,275,397
Rent	778,781	271,966
Scrap sales	--	52,920
Profit on sales of Investment	1,002,700	2,895,600
Profit on sales of fixed assets (Net)	2,497,000	411,669
Income from Mutual Fund (Subsidiary Company)	134,470	170,220
Total	7,793,959	7,880,535
18. (Increase)/decrease in value of stock of Tea		
Opening Stock	(3,343,000)	55,18,055
Closing Stock	4,993,124	(33,43,000)
Net (Increase)/decrease	1,650,124	21,75,055
19. Employee benefits expenses		
Salaries, Wages and Bonus	27,246,762	26,351,923
Contribution to Provident Fund and Family Pension Fund	2,368,182	2,924,040
Contribution to Gratuity fund	813,609	800,000
Workman and Staff Welfare Expenses	1,895,259	1,676,462
Total	32,323,812	31,752,425
20. Finance Cost		
Interest		
on Overdraft	96,787	26,397
on Vehicle loan	36,816	29,406
on Others	154,575	--
Total	288,178	55,803
21. Depreciation and amortization		
Depreciation of tangible assets	3,798,317	2,709,210
Amortization of intangible assets	35,590	17,350
Total	3,833,907	2,726,560

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	For the year ended 31. 03. 2013 Rs.	For the year ended 31. 03. 2012 Rs.
22. Other expenses		
Consumption of stores and spares	5,049,556	5,880,384
Power and fuel	10,272,031	8,693,284
Repairs & Maintenance		
Building	1,451,123	1,311,660
Machinery	2,478,421	1,680,573
Rent	398,393	338,619
Vehicles Maintenance	475,214	316,741
Transport charges	1,013,061	829,906
Rates & Taxes	631,704	316,982
Insurance	495,546	387,926
Selling Expenses		
Brokerage and Commission	588,515	452,927
Service Charges	2,860	2,369
Printing & Stationery	129,755	85,423
Communication Expenses	151,379	296,348
Travelling Expenses	486,704	372,155
Audit Fees (Refer Note below)	99,500	99,500
Commission to Non-Wholetime Directors	319,563	58,940
Bad debts written off	159,015	-
Director Sitting Fees	7,500	9,500
Miscellaneous Expenses	761,027	1,093,497
Total	24,970,867	22,226,734
Note: Audit Fees		
As auditor:		
Audit fee	42,000	42,000
Tax audit fee	18,000	18,000
In other capacity		
Other services	27,000	27,000
Reimbursement of Travelling Expenses	12,500	12,500
Total	99,500	99,500

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	Current Year Rs.	Previous Year Rs.
23. Deffered Tax Liability (on account of Depreciation)		
Opening Balance	206,879	187,605
Add: Current year charge/(credit)	297,561	19,274
Closing Balance	504,440	206,879
24. Disclosures required under Accounting Standard 15 R notified in the Companies (Accounting Standards) Rules 2006, are given below:		
A. Change in Present Value of the obligation during the year ended March 31, 2013		
1. Present value of the obligation as at April 1, 2012	119.00	110.17
2. Current Service Cost	7.65	7.69
3. Interest Cost	9.05	8.44
4. Benefit paid	(11.67)	(9.29)
5. Actuarial (Gain)/Loss on obligation	2.35	1.99
6. Present value of obligation as at March 31, 2013	126.38	119.00
B. Change in Assets during the year ended March 31, 2013		
1. Fair value of plan assets as at April 1, 2012	119.33	111.64
2. Expected return on plan assets	9.41	8.88
3. Contribution made	8.13	8.00
4. Benefits paid	(11.67)	(9.29)
5. Actuarial Gain/ (Loss) on plan assets	1.18	0.10
6. Fair Value of plan assets as at March 31, 2013	126.38	119.33
C. Net Asset/(Liability) recognised in the Balance Sheet		
1. Present value of the obligation as on March 31, 2013	126.38	119.00
2. Fair Value of plan assets as on March 31, 2013	126.38	119.33
3. Funded status surplus/(deficit)	-	(0.33)
4. Unrecognised past service cost	-	-
5. Net Asset/ (Liability) recognised in the Balance Sheet	-	0.31
D. Expenses recognised during year ended March 31, 2013		
1. Current Service Cost	7.65	7.68
2. Interest Cost	9.05	8.44
3. Expected return on plan assets	(9.41)	(8.88)
4. Actuarial Loss/(Gain) during the year	1.17	1.89
5. Total Expenses	8.46	9.13

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	Current Year Rs.	Previous Year Rs.
E. Actual return on plan assets		
1. Expected return on Plan assets	9.41	8.88
2. Actuarial (Loss) / Gain on Plan Assets	1.18	0.10
3. Actual return on Plan Assets	10.59	8.98
F. Major categories of plan assets as a percentage of Total Plan		
Special Deposit Schemes	52.98%	52.98%
Bank balances and recoverables	47.02%	47.02%
Total	100.00%	100.00%
<p>The estimates of future salary increases considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market. The above information is actuarially determined upon which reliance is placed by the auditors. In the absence of readily available information about experience adjustment, the same are not furnished.</p>		
G. Actuarial Assumptions		
1. Discount rate	8.00%	8.00%
2. Salary escalation	3.50%	4.00%
3. Expected rate of return on plan assets	8.00%	8.00%
4. Attrition rate	1.00%	10.00%
	LIC (1994-96)	LIC (1994-96)
5. Mortality	Ultimate	Ultimate
<p>Note : The Salary escalation considered in actuarial valuation takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market</p>		

25. Related Party Disclosures:

- (i) **Names of related parties and nature of related party relationship exists are as under:**
(related parties have been identified by the Management)

Mr. Sriram Kapur	Director
Subsidiary Company :	Poseidon Investment Company Limited
Associated Company :	Ritz Private Limited
Relatives of Management Personnel :	Nil

- (ii) **Particulars of transactions with related parties**

Description	Subsidiary Company		Associate Company		Key Management		Total	
	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Transactions during the year								
Commission					319,563	58,940	319,563	58,940
Equity Participation	2,99,800	2,99,800					299,800	299,800
Tea Sales			25,367	71,552			25,367	71,552

THE NONSUCH TEA ESTATES LIMITED
Notes Forming Part of Financial Statements
(Contd...)

Particulars	Current Year Rs.	Previous Year Rs.
26. Contingent Liabilities		
Claim by Society in Maintenance Bills	278,876	207,306
27. The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under Micro, Small and Medium Enterprises Development Act, 2006) Claiming their status as Micro, Small and Medium Enterprises and consequently the amount paid/payable to these parties has been considered as NIL.		
28. Earning per share: for the purpose of computing the earnings per share, the net profit after tax has been used as the numerator and the weighted average numbers of shares outstanding has been considered, as the denominator		
Net profit attributable to shareholders Rs.	10,797,711	52,29,186
Number of shares (Face value of Rs.10)	258,720	258,720
Earning per share (Basic and Diluted) Rs.	41.74	20.21
29. Value of Raw Materials, Stores and Spare Parts & Components Consumed (excluding green leaf harvested)-		
	2012-2013	2011-2012
	% Value	% Value
Indigenous	100.00 73,46,866	100.00 76,79,692
Imported	NIL NIL	NIL NIL
30. Repairs to Building and Machinery include		
Salaries and Wages	1,632,234	1,192,925
Consumption of Stores	2,297,310	1,799,308
	3,929,544	2,992,233
31. Earning of Foreign Currency	NIL	NIL
32. C.I.F Value of Imports	NIL	NIL
33. Expenditure in Foreign Currency	NIL	NIL
34. Finance Leases relating to vehicles :-		
a) Year - wise minimum lease rental payment on contract entered:		
Not later than one year	72,900	279,600
Later than one year and not later than five years	-	70,300
Later than five years	-	-
Total minimum instalments	72,900	349,900
Future finance charges	3,000	42,952
b) Year-wise future minimum lease rental payment on contract entered:		
Not laterthan one year	69,900	245,232
Later than one year and not later than five years	-	61,716
Later than five years	-	-
Present value of minimum instalments	69,900	306,948

35. The company has only one business segment viz.growing and manufacturing of Tea

Poseidon Investments Company Limited

30th Annual Report and Accounts 2013

POSEIDON INVESTMENTS COMPANY LIMITED

199, Churchgate Reclamation
Mumbai - 400 020.

30th Annual Report and Accounts for the year ended 31st March 2013

Directors :

S. KAPUR
D. R. KHATAU
H. S. MEHTA

Auditors :

M. S. SANKARAN & CO.,
Chartered Accountants,
Jeevan Sahakar,
Sir P.M. Road,
Mumbai - 400 001.

Registered Office :

199, Churchgate Reclamation,
Mumbai - 400 020.

POSEIDON INVESTMENTS COMPANY LIMITED
Regd Office : 199, Churchgate Reclamation, Mumbai - 400 020.

DIRECTORS' REPORT

To the Members :

The Directors submit herewith the THIRTIETH Annual Report and the Audited Accounts for the year ended 31st March, 2013.

Financial Results	Current Year Rupees	Previous Year Rupees
Profit for the year	1,126,544	1,030,629
Less : Provision for Taxation	13,000	20,000
	<u>1,113,544</u>	<u>1,010,629</u>
Balance brought forward from Previous year	4,861,480	4,822,520
Balance available for Appropriation	<u>5,975,024</u>	<u>5,833,149</u>
Appropriations :		
Proposed Dividend	850,200	750,000
Corporate Tax on Proposed Dividend	137,924	121,669
General Reserve	111,500	100,000
Balance Carried to Balance Sheet	<u>4,875,400</u>	<u>4,861,480</u>
	<u>5,975,024</u>	<u>5,833,149</u>

The Directors recommend the payment of a dividend of Rs. 14.17 per share on 60,000 equity shares.

Mr. S. Kapur will retire at the ensuing Annual General Meeting and is eligible for reappointment.

The Auditors, M/s. M. S. Sankaran & Co., Chartered Accountants, will retire at the ensuing Annual General Meeting and are eligible for re-appointment. The requisite Certificate under Section 224 of the Companies' Act, 1956 has been received from them.

Information pertaining to Section 217 (1) (e) and Section 217 (2A) of the Companies' Act, 1956, are not applicable since the company has no manufacturing activity nor any employee. The company did not have any income or expenditure in foreign exchange.

Directors' Responsibility Statement :

Your Directors confirm :

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed.
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31st March, 2013 and the profit of the company for that year:
- iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities :
- iv) that the Directors have prepared the annual accounts on a going concern basis.

On Behalf of the Board of Directors

S. KAPUR
D. R. KHATAU
Directors

Mumbai,
30 May, 2013

POSEIDON INVESTMENTS COMPANY LIMITED

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF POSEIDON INVESTMENTS COMPANY LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of Poseidon Investments Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss 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 of the Company in accordance with accounting principles generally accepted in India, including the 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.

Auditor's Responsibility

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

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

Opinion

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

- 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;

Report on Other Legal and Regulatory Requirements

- 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) or Section 227 of the Act, we give in the Annexure 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 have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account;
 - d) In our opinion the Balance Sheet, Statement of Profit and Loss, comply with the Accounting Standards referred to in subsection (3C) of Section 211 of the Companies Act, 1956;
 - e) On the basis of written representation 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.

Mumbai,
30 May, 2013

For M.S. Sankaran & Co.,
Chartered Accountants
M.S. Sankaran
Membership No. 10811

Annexure to Independent Auditor's Report

Referred to in paragraph 1 under the heading of "Report on other legal and regulatory requirements" of our report of even date.

- (1) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The fixed assets have been physically verified by the Management during the year, which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) There was no disposal of a substantial part of fixed assets during the year.
- (2) 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 fixed assets. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the company in respect of the same. There is no inventory and sale of goods and services.
- (3) The company is regular in depositing with appropriate authorities undisputed statutory dues as applicable to it.
 - a) According to the information and explanations given to us, no undisputed amounts payable in respect of investor education and protection fund, income tax and other statutory dues as applicable to it were outstanding at the year end, for a period of more than six months from the date they became payable.
- (4) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (5) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments.
- (6) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

In our opinion and according to the information and explanations given to us, the nature of Company's business / activities during the year are such that clauses 4 (ii) (a) (b) (c) (iii) (a to g) (vi) (vii) (viii) (xi) (xii) (xiii) (xiv) (xv) (xvi) (xvii) (xviii) (xix) (xx) of paragraph 4 of the Companies (Auditors Report) order 2003 are not applicable to the company.

Mumbai,
30 May, 2013

For M.S. Sankaran & Co.,
Chartered Accountants
M.S. Sankaran
Membership No. 10811

POSEIDON INVESTMENTS COMPANY LIMITED
BALANCE SHEET AS AT 31ST MARCH 2013

Particulars	Note No.	As at 31st March 2013 Rs.	As at 31st March 2012 Rs.
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	600,000	600,000
Reserve and Surplus	3	16,048,900	15,923,480
Sub-Total		16,648,900	16,523,480
Current Liabilities			
Trade Payable	4	609,858	547,768
Short-term provisions	5	959,224	842,769
Sub-Total		1,569,082	1,390,537
Total		18,217,982	17,914,017
II. ASSETS			
Non-current assets			
Fixed Assets			
Tangible Assets	6	1,227,230	1,227,230
Non-Current Investments	7	16,850,661	16,616,154
Sub-Total		18,077,891	17,843,384
Current Assets			
Trade receivables	8	150	150
Cash and Bank balances	9	139,941	70,483
Sub-Total		140,091	70,633
Total		18,217,982	17,914,017
Significant Accounting Policies	1		
The accompanying notes are integral part of the financial statements			

As per our Report of even date

For M.S. Sankaran & Co.
Chartered Accountants

M.S. Sankaran
Partner
Membership No. 10811

Mumbai
30th May, 2013

For And on Behalf of the Board

S. KAPUR
D. R. KHATAU
Directors

Mumbai
30th May, 2013

POSEIDON INVESTMENTS COMPANY LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2013

Particulars	Note No.	For the year ended 31st March 2013 Rs.	For the year ended 31st March 2012 Rs.
Revenue :			
Revenue from operations (Gross)	10	-	-
Other Income		1,212,951	1,128,357
Total Revenue		1,212,951	1,128,357
Expenses :			
Other Expenses	11	86,407	97,728
Total Expenses		86,407	97,728
Profit before Tax		1,126,544	1,030,629
Tax Expenses :			
Current Year		13,000	20,000
Profit for the year		1,113,544	1,010,629
Earnings per Equity share of Rs. 10/- each (Basic & Diluted)	12	18.56	16.84
Significant Accounting Policies	1		
The accompanying notes are integral part of the financial statements			

As per our Report of even date

For M.S. Sankaran & Co.
Chartered Accountants

M.S. Sankaran
Partner
Membership No. 10811
Mumbai
30th May, 2013

For And on Behalf of the Board

S. KAPUR
D. R. KHATAU
Directors

Mumbai
30th May, 2013

1. SIGNIFICANT ACCOUNTING POLICIES

- A. SYSTEM OF ACCOUNTING : The company adopts the accrual concept in the preparation of the accounts.
B. INVESTMENTS : Investments are classified as long term and current in accordance with the Accounting Standard on Accounting for Investments (AS 13) issued by the Institute of Chartered Accountants of India. Long Term investments are valued at acquisition cost.
C. Contingent Liabilities : Contingent liabilities as defined in the Accounting Standard 29 are disclosed by way of Notes to accounts.

	As at 31st March 2013 Rs.		As at 31st March 2012 Rs.
2. Share Capital			
Authorized 200000 equity shares of face value of Rs. 10/- each	2,000,000		2,000,000
Total	2,000,000		2,000,000
Issued, Subscribed and fully paid-up share 60,000 equity shares of Rs. 10/- each fully paid up	600,000		600,000
Total issued, Subscribed and Fully paid Shares	600,000		600,000
EQUITY SHARES			
a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year			
At the beginning of the year	60,000	600,000	60,000
Changes during the year	--	--	--
Outstanding at the end of the year	60,000	600,000	60,000
b) Term / rights attached with equity shares As per the provisions of the Companies Act, 1956 and Articles of Association of the Company.			
c) During the year ended 31st March 2013, the amount of Dividend per share recognized as distribution to equity Shareholders is Rs. 14.17 (31st March 2012, Rs. 12.50). The Dividend proposed by the Board of Directors is subject to the approval of shareholders.			
d) Allotted as fully paid Bonus Shares - Number : 30000 year 2002 / 2003			
e) Details of shareholders holding more than 5% share in the Company.			
	% of Holding	Number of Shares	% of Holding
Equity shares of Rs. 10/- each fully paid owned by :			Number of Shares
Insuch Tea Estates Limited	100.00%	60,000	100.00%
			60,000

POSEIDON INVESTMENTS COMPANY LIMITED

		As at 31st March 2013 Rs.		As at 31st March 2012 Rs.
3. Reserves and Surplus				
General Reserve				
Balance as per the last Financial Statement		11,062,000		10,962,000
Add : Transferred from surplus		111,500		100,000
Closing Balance		11,173,500		11,062,000
Surplus / (Deficit) in the Statement of Profit and Loss				
Balance as per the last Financial Statement		4,861,480		4,822,520
Add : Profit for the year		1,113,544		1,010,629
		5,975,024		5,833,149
Less : Appropriations :				
Proposed Equity Dividend		850,200		750,000
Tax on Proposed Dividend		137,924		121,669
Transfer to General Reserve		111,500		100,000
Total Appropriations		1,099,624		971,669
Closing Balance		4,875,400		4,861,480
Total		16,048,900		15,923,480
4. Trade Payables		609,858		547,768
Total		609,858		547,768
5. Short term Provisions (others)				
Provision for Tax (Nett)		(28,900)		(28,900)
Provision for Dividend		850,200		750,000
Provision for Dividend Tax		137,924		121,669
Total		959,224		842,769
6. FIXEDASSETS				
Description of Assets	GROSS BLOCK		NET BLOCK	
	Balance on 01-04-12 Rs.	Balance on 31-03-13 Rs.	As at 31-03-13 Rs.	As at 31-03-12 Rs.
TANGIBLE ASSETS :				
Buildings	1,227,230	1,227,230	1,227,230	1,227,230
Total	1,227,230	1,227,230	1,227,230	1,227,230
Previous Year	1,227,230	1,227,230	1,227,230	1,227,230
<p>Note : (i) Building includes a sum of Rs. 2000/- being paid up value of 40 Shares of Rs. 50/- each in Co-op. Society towards ownership rights of the premises.</p> <p>(ii) No Depreciation has been provided as the Building is not used.</p>				

Notes : 7

POSEIDON INVESTMENT COMPANY LIMITED

NON-CURRENT INVESTMENTS :

Particulars	Nominal Value of shares / units Rs.	As at 31st March 2012		Additions during the year		Deductions during the year		As at 31st March 2013	
		No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.	No. of shares / units	Amount Rs.
INVESTMENTS (At cost or otherwise stated)									
A. Trade - QUOTED									
B. Other Investments - QUOTED									
(a) Investments in Equity instruments (of other entities Quoted):									
1 Asian Hotels (North) Ltd.	10	70	870	-	-	-	-	70	870
2 Asian Hotels (West) Ltd.	10	70	870	-	-	-	-	70	870
3 Asian Hotels (East) Ltd.	10	70	870	-	-	-	-	70	870
4 Benares Hotels Ltd.	10	550	13,929	-	-	-	-	550	13,929
5 Blue Star Ltd.	2	3750	12,916	-	-	-	-	3,750	12,916
6 Blue Star Infotech Ltd.	10	250	904	-	-	-	-	250	904
7 CHL Limited	10	100	1,010	-	-	-	-	100	1,010
8 Eveready Industries India Ltd.	5	112	1,501	-	-	-	-	112	1,501
9 Graviss Hospitality Ltd.	2	500	2,272	-	-	-	-	500	2,272
10 Hindustan Unilever Ltd.	1	7500	64,000	-	-	-	-	7,500	64,000
11 ITC Ltd.	1	19200	7,035	-	-	-	-	19,200	7,035
12 McLeod Russell (I) Ltd.	5	112	1,502	-	-	-	-	112	1,502
13 Oriental Hotels Ltd.	10	-	-	-	-	-	-	-	-
14 Oriental Hotels Ltd.	1	17460	41,068	-	-	-	-	17,460	41,068
15 Orkay Silk Mills Ltd.	10	250	-	-	-	-	-	250	-
16 Procter & Gamble Hygiene & Health Care Ltd.	10	873	34,827	-	-	-	-	873	34,827
17 State Bank Of India	10	334	1,58,560	-	-	-	-	334	1,58,560
18 Tata Global Beverages Limited	1	3480	9,334	-	-	-	-	3,480	9,334
19 Warren Tea Ltd.	10	120	4,010	-	-	-	-	120	4,010
(b) Investments in Debentures or Bonds :									
1 Hindustan Development Corp. Ltd.	20	100	-	-	-	-	-	100	-
(a) 12.5% Non-Convertible Series VII Part A	40	127	-	-	-	-	-	127	-
(b) 12.5% Non-Convertible Series VIII Part A	40	133	-	-	-	-	-	133	-
(c) 14% Non-Convertible Series IX Part C	40	-	-	-	-	-	-	-	-
(c.) Investments in Mutual Funds (Unquoted):									
1 Birla Monthly Income Plan-Dividend Reinvestment	10	500,119	5,473,240	28,401	323,735	-	-	528,520	5,796,975
2 HDFC Monthly Income Plan-Long Term Monthly Dividend	10	441,345	4,858,777	19,679	388,269	58,802	750,000	402,221	4,497,045
3 HDFC Cash Management Fund Treasury Advantage	10	27,864	279,517	1,072	10,755	28,936	290,272	-	-
Plan-Retail Daily Dividend Reinvestment	10	-	-	13,983	340,272	-	-	13,983	340,272
4 HDFC Cash Management Fund Treasury Advantage Plan Retail Growth	10	-	-	-	-	-	-	-	-
5 Templeton India Monthly Income Plan -	10	475,332	5,599,142	17,637	211,749	-	-	492,969	5,810,891
Monthly Dividend Reinvestment	10	5000	50,000	-	-	-	-	5,000	50,000
6 UTI Equity Fund									
Total			16,616,154		1,274,779		1,040,272		16,850,661
Aggregate amount of quoted investments			355,478						355,478
Aggregate market value of listed and quoted investments			12,072,763						14,159,963
Aggregate amount of unquoted investments			16,260,676						16,495,183
NAV of units			17,958,986						17,858,207

POSEIDON INVESTMENTS COMPANY LIMITED

		As at 31st March 2013 Rs.		As at 31st March 2012 Rs.
8. Trade receivables				
Unsecured, considered good :				
Outstanding for a period exceeding six months from the date they are due for payment		150		150
Total		150		150
9. Cash and Bank Balances				
i) Cash and Cash equivalents				
Balance with Banks				
- In Current Accounts		139,941		70,483
Total		139,941		70,483
10. Other Income :				
Non Current Investments				
Corporate Dividends		278,443		224,467
Mutual Fund Dividend		800,038		733,670
Profit on sale / Redemption of Investments in Mutual Fund		134,469		170,220
Total		1,212,951		1,128,357
11. Other Expenses :				
Payment to Auditors (Refer Note below)		5,000		5,000
Director Sitting Fees		4,000		6,000
Miscellaneous Expenses		77,407		86,728
Total		86,407		97,728
Details of payment to Auditors				
Audit Fees		2,000		2,000
Taxation Matters		3,000		3,000
Total		5,000		5,000
12. Earning per share :				
The following reflects the profit and share data used in the basic and diluted EPS calculation :				
Profit / (Loss) after tax		1,113,544		1,010,629
Number of Equity Shares of Rs. 10/- each		60,000		60,000
Basic and Diluted Earning per equity share		18.56		16.84
13. Contingent Liabilities				
Liabilities classified and considered contingent due to contested claims. No provision has been made for the same.				
Claim by Society in Maintenance Bills		278,876		207,306

POSEIDON INVESTMENTS COMPANY LIMITED

Particulars	For the year ended 31. 03. 2013 Rs.	For the year ended 31. 03. 2012 Rs.
14. Related Party Disclosures Name of the Related Party and Relationship : Name : The Nonsuch Tea Estates Limited Relationship : Holding Company Nature of Transaction : Dividend paid	750,000	750,000
15. Details of Micro and Small Enterprises as defined under MSMED Act 2006	No Transaction during the year	No Transaction during the year
16. The Financial statement for the year ended 31st March 2013 has been prepared as per Revised Schedule VI to the Companies Act 1956.		

As per our Report of even date

For M.S. Sankaran & Co.
Chartered Accountants

For And on Behalf of the Board

M.S. Sankaran
Partner
Membership No. 10811

S. KAPUR
D. R. KHATAU
Directors

Mumbai
30th May, 2013

Mumbai
30th May, 2013

THE NONSUCH TEA ESTATES LIMITED

PROXY

I / We of

in the District ofbeing a member / members of the above named

Company hereby appoint

of

in the District of or failing him

of in the District of

as my / our proxy to vote for me / us on our behalf at the Annual General Meeting of the Company to be held on the 27th September 2013 and any adjournment thereof.

Signed this day of2013

Please
affix
Re. 1.
Revenue
stamp here

Signature