

NOTICE

NOTICE IS HEREBY GIVEN THAT the Fifth Annual General Meeting of **TANVI FOODS (INDIA) PRIVATE LIMITED** will be held on 30th September, 2013 at 2.00 P.M. at 7-1-414/40/1/S, Plot No.41, Srinivasa Colony, S.R.Nagar, and Hyderabad to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2013, the Profit and Loss Account for the year ended on 31st March, 2013 and the schedule annexed there to together with the Report of the Directors and Auditors thereon.
2. To appoint M/s. **P. S. NAGARAJU & CO.**, Chartered Accountants as Auditors of the Company & to fix their remuneration and for that purpose to pass with or without modification(s), to pass the following resolution as an Ordinary Resolution;

“RESOLVED THAT pursuant to the provisions of Section 224 of the Companies Act, 1956 the retiring auditors, M/s. **P. S. NAGARAJU & CO.**, Chartered Accountants, Hyderabad, be and are hereby reappointed as statutory auditors of the Company to hold the office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting at a remuneration as may be determined by Board of Directors.”

By order of the Board
For **Tanvi Foods India Pvt. Ltd.**
For **TANVI FOODS (INDIA) PRIVATE LIMITED**

Vasanth A
Director

For **Tanvi Foods India Pvt. Ltd.**
(Director)

A.S. Dabhi
Director

(Director)

Hyderabad
September 02nd, 2013.

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself on a poll and Proxy need not be a member of the Company. The instrument of Proxy in order to be valid duly completed and signed, must be deposited at the registered office of the Company at least 48 hours before the commencement of the meeting.
2. The Members are requested to notify any change in their address immediately to the Company.
3. The members are requested to bring the Copy of Annual Report to the meeting.

DIRECTOR'S REPORT

To,

The Members of M/s. TANVI FOODS (INDIA) PRIVATE LIMITED,

Your directors have pleasure in presenting the Fifth Annual report and audited statement of accounts of your company for the year ended 31st March 2013.

FINANCIAL RESULTS:

Financial performance of the Company during the year is summarized as follows

(Amount in Rs/-)

Sl. No.	Particulars	Year ended 31.03.2013.	Year ended 31.03.2012.
1	Revenue from Operations	11,46,12,185	10,71,12,938
2	Other Income	2,45,67,815	59,76,887
3	Total Expenses	13,31,33,479	10,99,68,612
4	Profit before Interest, Depreciation and Tax	92,42,197	73,03,169
5	Profit before Tax	60,46,521	31,33,574
6	Provision for Income Tax	21,59,960	10,05,000
7	Balance Carried to Balance Sheet	39,63,715	21,53,023

OPERATIONS:

During the year under review, your company has achieved sales turnover of Rs.11.46 crores as against last year sales of Rs.10.71 crores registering a growth of 7% over the previous year. During the same period the company has earned a net profit of Rs.39.64 lacs.

DIVIDENDS:

Your directors are not in favor to recommend any dividend for this year.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with Sec.217 (2AA) of the Companies Act, 1956, the directors of your Company confirm that:

- In the preparation of the Annual accounts for the financial year 2012-13, the applicable accounting standards have been followed and no material departures have been made from the same.

- The directors had 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 and loss of the Company for the FY 2012-13.
- The Directors had 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.
- The Directors had prepared the Annual accounts on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information required to be disclosed under Section 217 (1) (e) of The Companies Act 1956, read with companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and out go is given in the **Annexure**

AUDITORS:

M/s. P. S. NAGARAJU & CO., Chartered Accountants were appointed as the Statutory Auditors of the company for the financial year 2012-13 by the Board of Directors in AGM. The Statutory Auditor's Report on the accounts of the company for the year ended 31st March 2013 has been reviewed by the company for circulating the same along with annual accounts for the year 2012-13 and the same is enclosed.

PARTICULARS OF EMPLOYEES:

None of the employees has been in receipt of the remuneration envisaged by Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

HUMAN RELATIONS & RESOURCES:

Your Company has made substantial investment in developing its human resources. Many initiatives were undertaken during the year in the areas of process improvement, quality systems and leadership development. To adhere to the customer support, the company has initiated round the clock services by investing company resources to Human resources Development.

ACKNOWLEDGEMENT:

The Board of Directors acknowledge and wish to place on record their deep sense of gratitude to our Bankers, Shareholders and staff for their active co-operation during the period under review. The Board would also acknowledge with the thanks the co-operation extended by the Statutory Auditors of the Company.

For Tanvi Foods India Pvt. Ltd.
For and on behalf of the Board

Vasant An
Director

For Tanvi Foods India Pvt. Ltd.

A.S. Babu
Director
(Director)

Hyderabad
September 02nd, 2013.

Board of Directors:

Smt. Adusumilli Vasavi	Director
Shri. Adusumilli Sarat Chandra Babu	Director
Shri. Adusumilli Sarada	Director

Registered Office:

7-1-414/40/1/S,
Plot No.41,
Srinivasa Colony,
S.R.Nagar,
Hyderabad-500038

Auditors:

P. S. NAGARAJU & CO.,
Chartered Accountants
Sai Prabha, Plot No.15,
Ground Floor, Arunodaya Colony,
Silicon Valley, Madhapur,
Hyderabad - 500081

Bankers:

Axis Bank, Hyderabad
Yes Bank, Hyderabad & Vijayawada
HDFC, Hyderabad
Dhanalakshmi Bank, Hyderabad

For Tanvi Foods India Pvt. Ltd.

Vasavi A
Director

For Tanvi Foods India Pvt. Ltd.

A.S. Babu
Director



Independent Auditor's Report

To,

The Members of M/s TANVI FOODS (INDIA) PRIVATE LIMITED

Hyderabad.

Report on the Financial Statements:

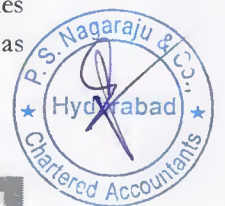
1. We have audited the accompanying financial statements of M/s TANVI FOODS (INDIA) PRIVATE LIMITED, which comprise the Balance Sheet as at March 31st, 2013, and the Statement of Profit and Loss for the year ended as on that date, and the summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

2. 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 of the Company in accordance with 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.

Auditors' Responsibility:

3. 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.
4. 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.





Independent Auditor's Report

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

Opinion:

6. 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 31st, 2013;
 - b) in the case of the Profit and Loss Account, of the profit/ loss for the year ended on that date:

Report on Other Legal and Regulatory Requirements:

7. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") as amended by the companies (Auditor's Report) (Amendment) Order 2004' issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
8. 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 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 and Statement of Profit and Loss comply with the Accounting Standards referred to in sub section(3C) of section 211 of the Companies Act, 1956;

for P.S. NAGARAJU & CO.,
Chartered Accountants,
(Firm's Registration No: 0114478)

CA P.S. NAGARAJU
Partner

(Membership No: 210268)

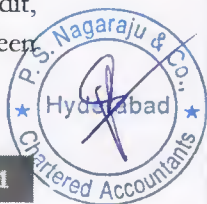
Hyderabad
September 02nd, 2013



Annexure to Auditor's Report

The Annexure referred to in paragraph 7 of the Our Report of even date to the members of
TANVI FOODS (INDIA) PRIVATE LIMITED
on the accounts of the company for the year ended 31st March, 2013.

- i. (a).The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b).The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
(c).In our opinion, and according to the information and expenditure given to us, a substantial part of fixed assets has not been sold/disposed off by the Company during the year.
- ii. (a).The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
(b).In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
(c).In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- iii. The Company has neither granted not taken any loans, secured or unsecured, to/from companies or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore the provisions of Clause 4(iii) {(a), (b), (c), (d), (e), (f) and (g)} of the said Order are not applicable to the Company for this year.
- iv. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business regarding payment for expenses & for sale of goods. During the course of our audit, no *major* instance of continuing failure to correct any weaknesses in the internal controls has been noticed.

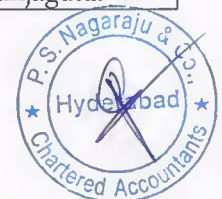




Annexure to Auditor's Report

- v. In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956 no transactions made in pursuance of contracts or arrangement, that need to be entered in the Registered maintained under section 301 of the Companies Act 1956. Therefore the provisions of Clause 4(v) {(a) and (b)} of the said Order are not applicable to the Company for this year.
- vi. The Company has not accepted any deposits from public within the meaning of Section 58A and 58AA of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules 1975 with regard to the deposits accepted form public during the current financial year.
- vii. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- viii. We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 209(1) (d) of the Companies Act, 1956, and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- ix. (a). According to the information and explanation given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax and other material statutory dues, as applicable, with the appropriate authorities.
- (b). According to the information and explanation given to us and the records of the Company examined by us, the particulars of dues of sales tax (VAT) as at 31st March, 2013 which have been deposited on account of a dispute, are as follows:

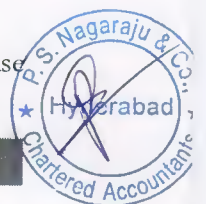
Name of the Statute	Nature of dues	Amount (In Rs..)	Period to which relates	Forum
AP Sales Tax Act	Local Sales Tax	11,22,124.00	FY: 2007-08 To FY: 2011-12	Dept. of CTD (APVAT), Punjagutta





Annexure to Auditor's Report

- x. The Company has no accumulated losses as at the end of the financial year and it has not incurred any cash losses in the financial year on that date or in the immediately preceding financial year.
- xi. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
- xii. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of Clause 4(xii) of the said Order are not applicable.
- xiii. As the provisions of any special statute applicable to chit fund /nidhi /mutual fund societies are not applicable to the Company, the provisions of Clause 4 (xiii) of the Order not applicable to the Company.
- xiv. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Therefore, the provisions of Clause 4(xiv) of the said Order are not applicable.
- xv. The company has not given guarantee for the loans taken by others from banks or financial institution. Therefore, the provisions of Clause 4(xv) of the said Order is not are not applicable.
- xvi. In our opinion, and according to the information and explanations given to us, the term loans taken by the company have been applied for the purpose for which they were raised.
- xvii. In our opinion, and according to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the no funds raised on short-term basis have been used for long-term investment.
- xviii. The Company has not made any preferential allotment of shares to companies, firms or parties covered in the register maintained under Section 301 of the Companies Act, 1956.
- xix. In our opinion, and according to the information and explanations given, the provisions of Clause 4(xviii) of the said Order are not applicable.

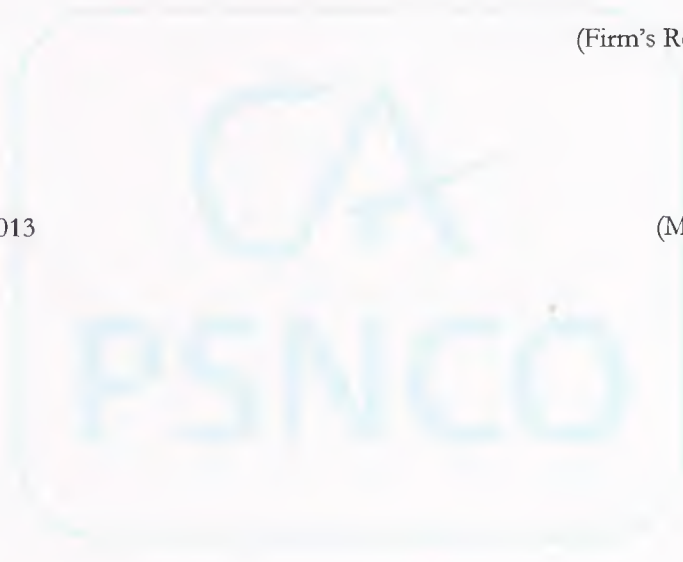




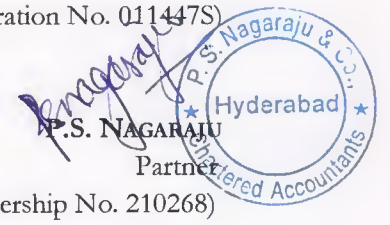
Annexure to Auditor's Report

- xx. During the year, the Company has not raised any money through public issue. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
- xxi. During the course of examination of the books and records of the Company, carried out in accordance with Generally Accepted Auditing Practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.

Hyderabad
September 02nd, 2013



for P.S. NAGARAJU & CO.,
Chartered Accountants
(Firm's Registration No. 011447S)



(Membership No. 210268)

TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038



Balance sheet as at 31st March, 2013

(Amount in Rs.)

Particulars	Note No.	As at 31st March, 2013	As at 31st March, 2012
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
a) Share Capital	A	7,500,000	7,500,000
b) Reserves and Surplus	B	8,338,905	4,375,190
2 Share application money pending for allotment		1,700,000	1,700,000
3 Non - Current liabilities			
a) Long - term borrowings	C	25,628,064	17,932,719
b) Deferred tax liabilities (Net)	D	284,443	361,598
c) Other long term liabilities		-	-
4 Current Liabilities			
a) Trade payables	E	2,516,360	1,557,142
b) Other current liabilities	F	2,366,646	247,450
c) Short term provisions	G	2,159,960	1,005,000
TOTAL		50,494,378	34,679,099
II. ASSETS			
1 Non-Current Assets			
a) Fixed assets			
(i) Tangible assets	H	11,114,096	11,852,956
b) Other Non-Current assets	I	1,330,000	790,000
2 Current Assets			
a) Inventories	J	21,528,000	9,761,587
b) Trade receivables	K	13,965,756	11,576,733
c) Cash and Cash equivalents	L	596,919	634,869
d) Short-term loans and advances	M	1,959,124	47,954
e) Other current assets	N	483	15,000
TOTAL		50,494,378	34,679,099
Significant Accounting Policies	V		

The Notes form an integral part of these financial statements

In terms of our report attached.

For **PS NAGARAJU & CO.,**

Chartered Accountants

(Firm Reg. No. 0114478)

CA P S NAGARAJU

Partner

(Membership No.210268)

Place : Hyderabad

Date : September 2, 2013

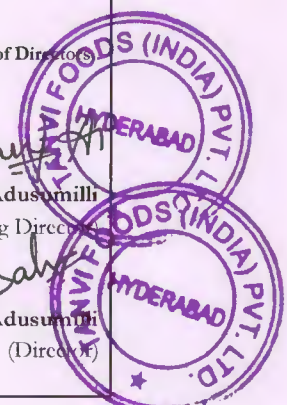
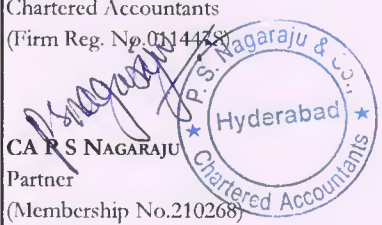
For and on behalf of the Board of Directors

Vasavi Adusumilli

(Managing Director)

Sarat Chandra Babu Adusumilli

(Director)



TANVI FOODS (INDIA) PRIVATE LIMITED

Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038



Statement of Profit and Loss for the year ended 31st March, 2013

(Amount in Rs..)

Particulars	Note No.	Year ended 31st March, 2013	Year ended 31st March, 2012
I. Revenue from Operations	O	114,612,185	107,112,938
II. Other Income	P	24,567,815	5,976,887
III. Total Revenue (I +II)		139,180,000	113,089,825
IV. Expenses:			
Cost of Materials Consumed	Q	72,365,135	63,479,547
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	R	(11,097,899)	(5,338,913)
Employee Benefits Expense	S	8,571,466	7,737,558
Finance Costs	T	1,010,316	1,976,584
Depreciation and Amortization Expense	H	2,185,360	2,193,011
Other Expenses	U	60,099,101	39,920,825
V. Total Expenses		133,133,479	109,968,612
VI. Profit/(Loss) Before Exceptional and Extraordinary items and tax		6,046,521	3,121,213
VII. Exceptional Items & Extraordinary items		-	-
VIII. Profit/(Loss) before tax (VII - VIII)		6,046,521	3,121,213
IX. Tax Expenses			
1) Current tax		2,159,960	1,005,000
2) Deferred tax		(77,154)	(36,810)
X. Profit for the year		3,963,715	2,153,023
XI. Earning per equity share:			
**Basic/Diluted		5.28	2.87
Weighted Avg. No. of Shares outstanding		750,000	750,000
Significant Accounting Policies	V		

The Notes form an integral part of these financial statements

In terms of our report attached.

For **P S NAGARAJU & Co.,**

Chartered Accountants

(Firm Reg. No.0114478)

CAN P S NAGARAJU

Partner

(Membership No.210268)

Place : Hyderabad

Date : September 2, 2013

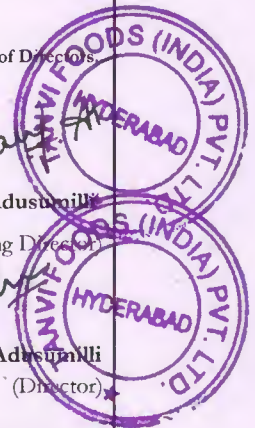
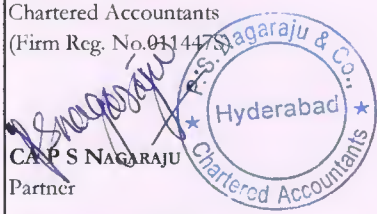
For and on behalf of the Board of Directors

Vasavi Adustumilli

(Managing Director)

Sarat Chandra Babu Adustumilli

(Director)



TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038
Notes forming part of Financial Statements



A. Share Capital

i) Details relating to Authorised, Issued, Subscribed and Paid up capital:

(Amount in Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
Authorised Share Capital:		
10,00,000 Equity shares at Rs. 10 each	10,000,000	10,000,000
Issued, Subscribed and Fully paid Shares:	7,500,000	7,500,000
7,50,000 Equity shares at Rs. 10 each		
Total	7,500,000	7,500,000

ii) Reconciliation Statement:

Particulars	No. of Shares
Number of shares outstanding as on 31 st March, 2012.	750,000
Add: Additions to share capital on account of Fresh issue or bonus issue etc.,	-
Ded: Deductions from share capital on account of Shares bought back, redemption and etc.,	-
Number of shares outstanding as on 31 st March, 2013	750,000

iii) Details of Share holders holding more than 5% shares in the company:

Name of the share holder	No. of Shares As on 31.03.2012	% of share holding	No. of Shares As on 31.03.2013	% of share holding
Vasavi Adusumilli	450,000	60%	450,000	60%
Sarat Chandra babu Adusumilli	200,000	27%	200,000	27%
Adusumilli Sarada	100,000	13%	100,000	13%
Total	750,000	100%	750,000	100%

B. Reserves and Surplus

Particulars	As at 31st March, 2012	Additions	Deletions	As at 31st March, 2013
Profit and Loss Account	4,375,190	3,963,715	-	8,338,905
Total	4,375,190	3,963,715	-	8,338,905

TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038
Notes forming part of Financial Statements



C. Long-Term Borrowings

(Amount in Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
Secured Loans:		
Yes Bank Over Draft	10,000,000	-
TATA Working Capital	10,000,000	9,997,000
Cholamandalam DBS-Vehicle Loan	-	143,622
Kotak Prime Ltd.-Vehicle Loan	1,122,490	-
	21,122,490	10,140,622
Unsecured Loans:		
HDFC Bank loan	701,689	-
Barclays Finance	500,093	1,009,775
TATA Term loan	455,640	1,367,023
TATA Business loan	1,957,557	1,415,299
Fullerton Business loan	442,595	-
	4,057,574	3,792,097
Other Loans and Advance: (Unsecured)		
B. Sri Natya	448,000	1,000,000
Sarat Chandra babu	-	2,500,000
A. Vasavi	-	500,000
	448,000	4,000,000
Total	25,628,064	17,932,719

Terms and Conditions:

1. Yes Bank Over draft:

The demand loan of Rs. 100,00,000/- sanctioned by Yes Bank, Secunderabad branch on 14th december, 2012 and it is secured by:-

- i) Equitable mortgage of property located at D. No. 59-1-15/1, kakathiya apartment's, Ramachandra nagar, Vijayawada
- ii) Equitable mortgage of property located at Plot no.295 in category I.I.G of Nallagandla HUDA Residential complex at Nallagandla (Village), Serilingampally GHMC Mandal, RR District.
- iii) Unconditional and irrecoverable personal guarantee of Mrs. A Vasavi , Mr. A Sarat Chandra Babu and Mrs. A Sarada till the end of the tenor of their facility

2. TATA Capital Cash Credit

The demand loan of Rs. 100,00,000/- enhanced on June 3rd, 2011 (Earlier Rs. 40,00,000/-) by TATA Capital Limited, Mumbai is secured by:-

i) Primary Security

Extension of Exclusive charge on all the present and future fixed assets and current assets of the Company.

ii) Collateral Security

- a) Mortgage for property located at Plot No. 980, Survey No.95/1, Situated at Poranki village, Pennamaluru Mandal, Krishna District in the name of Mr. Tammareddi Venkataratnam Valuing appx. 30.00 Lacs
- b) Unconditional and irrecoverable personal guarantee of Mr. Nagaveer, Mrs. A Vasavi , Mr. A Sarat Chandra Babu, Mrs. A Sarada and Mr. Tammareddi Venkataratnam

D. Deferred Tax Liability (net)

Particulars	As at 31st March, 2013	As at 31st March, 2012
Deferred Tax Liabilities	361,598	398,408
Tax on Difference between Companies Act & Income Tax Act depreciation	(77,154)	(36,810)
Tax on Other items giving rise to time difference	-	-
Total	284,443	361,598

TANVI FOODS (INDIA) PRIVATE LIMITED
 Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038
Notes forming part of Financial Statements



E. Trade Payables

(Amount in Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
Creditors for Purchases		
Sundry Creditors	2,516,360	1,557,142
Total	2,516,360	1,557,142

F. Other Current Liabilities

Particulars	As at 31st March, 2013	As at 31st March, 2012
Duties & Taxes		
VAT Payable	876,998	-
TDS Payable	-	-
Salary Payable	702,624	-
Audit fee Payable	140,450	112,360
Rent Payable	434,707	56,000
Electricity Charges Payable	157,700	40,000
Telephone Charges Payable	54,167	39,090
Total	2,366,646	247,450

G. Short term Provisions

Particulars	As at 31st March, 2013	As at 31st March, 2012
Income Tax Provision	2,159,960	1,005,000
Total	2,159,960	1,005,000

I. Other Non - Current Assets

Particulars	As at 31st March, 2013	As at 31st March, 2012
Rental Deposits		
Factory Rent @ Vijayawada	300,000	300,000
Office Rent @ Jubilee Hills	290,000	290,000
Store Rent @ Vijayawada	150,000	150,000
Office Rent @ Vizag	90,000	50,000
Cold Store @ Vijayawada	500,000	-
Total	1,330,000	790,000

J. Inventories

Particulars	As at 31st March, 2013	As at 31st March, 2012
Closing Inventory:		
Raw Materials	1,937,520	1,269,006
Work-in-Progress	8,611,200	3,709,403
Finished Goods	10,979,280	4,783,178
Total	21,528,000	9,761,587

TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038
Notes forming part of Financial Statements



(Amount in Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
Trade receivable outstanding for a period less than six months from the date they are due for payment:		
Secured, Considered good	-	-
Unsecured, Considered good	11,101,753	7,177,574
Unsecured, Considered doubtful	-	-
	11,101,753	7,177,574
Less Provision for debts	-	-
Total (i)	11,101,753	7,177,574
Trade receivable outstanding for a period more than six months from the date they are due for payment:		
Secured, Considered good	-	-
Unsecured, Considered good	2,864,003	4,399,159
Unsecured, Considered doubtful	-	-
	2,864,003	4,399,159
Less Provision for debts	-	-
Total (ii)	2,864,003	4,399,159
Total (i+ii)	13,965,756	11,576,733

L. Cash and Cash equivalents

Particulars	As at 31st March, 2013	As at 31st March, 2012
Cash		
Cash-in-hand	433,750	627,010
Cash Equivalents (Balances in scheduled bank accounts)		
Dhanalakshmi Bank-3670	4,505	-
Dhanalakshmi Bank-2003	824	-
Axis Bank-9731	-	7,505
Axis Bank -3131	10,164	-
Axis Bank-10928	389	354
Yes Bank-3202	44,893	-
Yes Bank-Vijayawada	10,638	-
Yes Bank-354 (OD)	91,755	-
Total	596,919	634,869

M. Short-term Loans and Advances

Particulars	As at 31st March, 2013	As at 31st March, 2012
Advances		
Advance paid to CTD (APVAT), Punjagutta	1,122,124	-
Advance against salary	500,000	47,954
Advance to Asian Cinema	337,000	-
Total	1,959,124	47,954

N. Other Current Assets

Particulars	As at 31st March, 2013	As at 31st March, 2012
Deposits		
Deposits Recoverable	-	15,000
TDS Receivable	483	-
Total	483	15,000

TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038
Notes forming part of Financial Statements



O. Revenue from Operations

(Amount in Rs.)

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Sale of Products		
VAT @ 5%	29,298,586	-
VAT @ 14.5%	-	-
VAT @ Exempted	85,313,599	-
Others VAT	-	107,112,938
Total	114,612,185	107,112,938

P. Other Income

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Franchise Income:		
From Bellary & Kakinada	6,345,000	500,000
Income from Technical Know How to Formers	3,447,520	-
Branding fees from Counters	2,357,400	233,850
Income from Counters	3,080,427	2,742,580
Income from sale of seeds	6,337,468	1,745,457
Royalty income from Distributors	3,000,000	755,000
Total	24,567,815	5,976,887

Q. Cost of Material Consumed

Particulars	As at 31st March, 2013	As at 31st March, 2012
Opening Inventory of Raw Materials	1,269,006	430,046
Add: Purchases	73,033,649	64,318,507
Less: Closing Inventory of Raw material	1,937,520	1,269,006
Total	72,365,135	63,479,547

R. Changes in inventories of finished goods, work-in-progress

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Opening Inventory (i)		
Work-in-Progress	3,709,403	1,254,300
Finished Goods	4,783,178	1,899,368
	8,492,581	3,153,667
Closing Inventory (ii)		
Work-in-Progress	8,611,200	3,709,403
Finished Goods	10,979,280	4,783,178
	19,590,480	8,492,581
Total (ii-i)	11,097,899	5,338,913

S. Employee Benefit Expenses

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Salaries & Wages	6,728,372	6,000,000
Directors Remuneration	549,079	1,500,000
Staff welfare	1,294,015	237,558
Total	8,571,466	7,737,558

TANVI FOODS (INDIA) PRIVATE LIMITED
Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038



Notes forming part of Financial Statements

T. Financial Costs

(Amount in Rs.)

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Interest on Secured Loans		
Cholamandalam DBS	4,526	-
Kotak Prime Ltd.	144,289	11,033
Interest on Unsecured Loans:		
HDFC Bank loan	33,031	-
Barclays Finance	139,281	221,653
TATA Term loan	118,581	237,148
TATA Business loan	229,592	-
Fullerton Business loan	116,016	-
Other Unsecured loans	225,000	1,506,750
Total	1,010,316	1,976,584

U. Other Expenses

Particulars	Year ended 31st March, 2013	Year ended 31st March, 2012
Loading Charges	4,045,782	2,404,000
Transportation Charges	7,824,178	5,005,800
Farmer Commission	18,284,726	14,005,235
Advertise & Marketing	6,039,430	4,000,430
Storage Freezer Charges	5,716,485	4,500,500
Farmers Welfare Fund	1,448,811	1,240,000
Electricity Expenses	3,092,402	1,687,963
Administrative expenses	6,775,415	5,987,235
Audit Fees	140,450	112,360
Travelling Expense	200,156	300,000
Postage & Courier	52,468	25,000
Telephone Expenses	568,811	70,000
Medical Expenses	258,455	100,000
Printing & Stationery	56,485	30,000
Vehicle Maintenance	893,015	100,000
Legal Charges	280,900	-
Rents	528,300	-
Business Promotion Expenses	1,650,492	-
Insurance on Vehicles	103,936	-
Repairs & Maintenance	301,417	-
Diesel Expenses	526,842	-
Rainbow Securities & Services	192,000	-
Road Tax (TATA ACEs)	3,440	-
Petrol Charges for Vehicles	18,840	-
Inspection-Audit fee	28,275	-
Office Maintenance	644,767	-
Miscellaneous Expenses	422,823	352,302
Total	60,099,101	39,920,825

TANVI FOODS (INDIA) PRIVATE LIMITED

Plot No. 41, Srinivasa Colony East, SR Nagar, Hyderabad-500038

Depreciation statement as per the Companies Act, 1956

Note No H : FIXED ASSETS

Sl. No	PARTICULARS	(Amount in Rs.)											
		GROSS BLOCK					DEPRECIATION					NET BLOCK (WDV)	
		Rate (%)	As at 01.04.2012	Additions	Deletions	As at 31.03.2013	As at 01.04.2012	For the year	Deletions	As at 31.03.2013	As at 31.03.2012	As at 31.03.2013	As at 31.03.2012
1	Computers	40.00%	870,314	45,000	-	915,314	581,303	120,561	-	710,864	204,450	289,011	
2	Furniture's & Fixtures	18.10%	1,021,011	-	-	1,021,011	399,884	112,424	-	512,308	508,703	621,127	
3	Vehicles	25.89%	1,045,000	1,392,000	-	2,437,000	539,173	491,347	-	1,030,520	1,406,480	505,827	
4	Plant & Machinery	13.91%	15,302,217	9,500	-	15,311,717	4,865,226	1,452,028	-	6,317,254	8,994,463	10,436,991	
TOTAL			18,238,542	1,446,500	-	19,685,042	6,385,586	2,185,360	-	8,570,946	11,114,096	11,852,956	
PREVIOUS YEAR			18,238,542	-	-	18,238,542	4,192,575	2,193,011	-	6,385,586	11,852,956	14,045,967	

In terms of our report attached.

For P S NAGARAJU & Co.,
Chartered Accountants
(Firm Reg. No.01144785)

P. S. Nagaraju
P S NAGARAJU
Partner
(Membership No.210208)

For and on behalf of the Board of Directors

Vasavi

Vasavi Adusumilli
(Managing Director)

A.S. Sarat

Sarat Chandra Babu Adusumilli
(Director)

Place : Hyderabad

Date : September 2, 2013

TANVI FOODS (INDIA) PRIVATE LIMITED

(Annexed to and forming part of the financial statements for the year ended 31st March, 2013)

(V). Significant accounting policies:

1. Basis for Preparation of Financial Statements:

The Financial Statements have been prepared on the basis of going concern, under the historical cost convention on the accrual basis, to comply in all material aspects with applicable accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Companies Act, 1956.

2. Use of Estimates:

The preparation and presentation of financial statements requires estimates and assumptions and/or revised estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known/materialised.

3. Valuation of Inventories:

Finished and semi-finished products produced and purchased by the Company are carried at lower of cost and net realizable value. Work-in-progress is carried at lower of cost and net realisable value. Stores and spare parts are carried at cost. Work-in-progress and finished and semi-finished products are valued on full absorption cost basis.

4. Revenue Recognition:

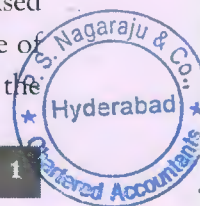
Company generally follows the mercantile system of accounting and recognizes income and expenses on accrual basis, including provisions or adjustments for committed obligations and amounts deemed as payable or receivable during the year.

5. Fixed Assets:

Fixed Assets (Other than livestock) are stated at cost, less accumulated depreciation (other than 'Freehold Land' where no depreciation is charged). Cost comprises the purchase price, including duties and other non-refundable taxes or levies, any directly attributable cost of bringing the asset to its working condition and indirect costs specifically attributable to the acquisition of fixed asset. Assets retired from active use are carried at lower of book value and estimated net realisable value.

6. Method of Depreciation:

Depreciation on Fixed Assets (Other than 'Land' and 'Live Stock' where no depreciation is provided) is provided on the 'Written down Value Method' at the rates specified in Revised Schedule XVI to the Companies Act, 1956 from time to time. Depreciation on additions or sale of assets, is calculated pro rata from the month of such addition or upto the month of such sale, as the case may be.



7. Foreign Currency Transactions:

There is no foreign currency transaction for the company during the year; hence AS-11 "Accounting for foreign exchange" is not applicable for this year.

8. Employee Benefits:

Expenses and Liabilities in respect of employee benefits are recorded in accordance with Revised Accounting Standard 15 - Employee Benefits (Revised 2005) issued by the Institute of Chartered Accountants of India (the "ICAI").

9. Earnings per share:

Basic earnings per share is computed by dividing the profit/ (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

The weighted average number of equity shares outstanding during the period is adjusted for events including a bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

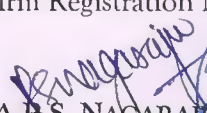
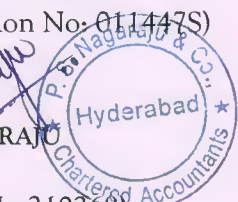
10. Related Party Transactions:

During the Financial Year 2012-2013, there is no transaction made with related party, therefore the Accounting standard-18 "Related Party disclosure" is not required.

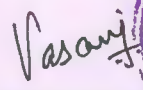
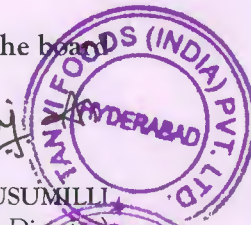
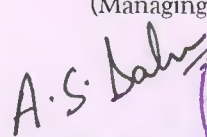

11. Taxes on Income:

Income-tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the assessment year 2013-14. Deferred tax asset and liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance sheet date.

In terms of our report attached.

For P.S. NAGARAJU & CO.,
Chartered Accountants
(Firm Registration No. 011447S)


CA P.S. NAGARAJU
Partner
(Membership No. 210268)

For and on behalf of the board


VASAVI ADUSUMILLI
(Managing Director)


SARAT CHANDRA BABU ADUSUMILLI
(Director)


Place: Hyderabad

Date: September 02nd, 2013.