

SINNAR BIDI UDYOG LIMITED.
Directors' Report .

Financial Results

Gentlemen,

Your Directors have pleasure in presenting their Fortieth Annual Report alongwith the audited statement of accounts for the year ended 31st March, 2014.

	2013-14	2012-13
	(Rs. Lacs)	(Rs. Lacs)
Profit/(Loss) Before Tax	40.29	51.40
Less : Provision for Current Tax	19.00	17.00
Provision for Deferred Tax	(2.58)	1.59
Prior Period Adjustment Taxation	(5.19)	3.35
Profit/(Loss) after Tax	29.07	29.46
Add : Balance from Previous year	171.04	141.58
Balance Carried to Balance Sheet	200.11	171.04

Business Operations

During the financial year ended 31st March, 2014 the sales turnover from Tendu Leaves trading was Rs.482.23 lacs and Tobacco Rs.690.81 lacs. Last year the company had turnover from Tendu Leaves trading was Rs.333.91Lacs and Tobacco Rs.697.79 Lacs. The major activity of the Company was trading tendu leaves, Tobacco trading and processing of Tobacco during the year 2013-14. In the financial year 2014-15, the Company would concentrate more on processing and trading of Tobacco.

Dividend

The Directors do not recommend any dividend, with a view to retain the profits for further growth of the Company.

Energy, Technology And Foreign Exchange

The information required to be furnished under the Companies (Disclosure of Particulars in the Report of the Board of the Directors) Rules,1988.

The activities of the Company are carried on with the aid of human labour. The manufacturing process does not require power (electrical energy) and offers no scope for absorption of technology.

Public Fixed Deposits :

The total amount of Public Fixed Deposits, accepted without invitation, stood at Rs. 82,01,000/- as at 31st March, 2014.

Personnel

The employer employee relations continued to be cordial during the year. None of the employees received emoluments exceeding the limits set out under section 217 (2A) of the Companies Act,1956.

Directors

Shri. N.L.Patil and Shri.S.P.Patil , Directors, retire by rotation and being eligible , offer themselves for reappointment.

During the year , Mr. D.P.Devhad, Director has tendered his resignation. The Board places on record its appreciation for services rendered by him during his tenure.

Mr. L.M.Karwa was appointed as an additional director on 27th September 2013. He holds office till the ensuing Annual General Meeting. It is proposed to appoint him as a director of the Company , pursuant to the a notice received him in terms of section 160 of the Companies Act, 2013.

Directors' Responsibility Statement

As stipulated in Section 217(2AA) of The Companies Act, 1956, your directors subscribe to the 'Directors Responsibility Statement and confirm that

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- ii) appropriate accounting policies have been selected and applied consistently and judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2014 and the profit of the company for the year ended 31st March,2014;
- iii) proper and sufficient care have been taken 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; and
- iv) the annual accounts have been prepared on a going concern basis.

Compliance Certificate From Practicing Company Secretary:

Certificate obtained from M/s.J.H.Ranade & Associates,Company Secretaries,Thane under section 383A of the Companies Act, 1956 is attached to the Directors' Report.

Report on Corporate Governance:

The report on Corporate Governance and the Compliance Certificate provided by M/s J. H. Ranade & Associates, Company Secrataies is attached to the Directors' Report.

In terms of the listing agreement, the board has laid down a code of conduct for all board members. All the board members and senior management personnel have affirmed compliance with the code.

Auditors

Mr.S.D.Bedmutha, Chartered Accountant, Nashik retires at the forthcoming Annual General Meeting and has furnished a certificate of his eligibility for appointment under Section 224 (1) of the Companies Act,2013. The Board recommends appointment of the Auditor.

Acknowledgments

Your Directors take opportunity to place on record their appreciation of the devoted services of the employees at all levels throughout the year. Your Directors also wish to place on record their appreciation of the assistance and continued co-operation extended by the various Government and non-Government Authorities.

For and on Behalf of
The Board of Directors,

Place : Nashik
Date : 2nd Aug, 2014

S/d
M.D.Deshpande
Director

S/d
C.B.Patil
Executive Director