KRBL Limited

Annual Report 2010-11

What Every Grain Aspires To be

Forward looking statement: In this annual report we have disclosed forward looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements, written and oral, that we periodically make contain forward looking statements that set out anticipated results based on the management's plan and assumptions. We have tried wherever possible to identify such statements by using words such as `anticipate', `estimate', `expects', `project', `intends', `plans', `believes' and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward-looking statements will be realized, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions, should known or unknown risks or uncertainties materialise or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind.

Contents

01 Corporate Information 04 Management Discussion and Analysis
21 Director's Report 29 Report on Corporate Governance 41 Consolidated Financial Statements
68 Standalone Financial Statements 97 Financial Section for the Subsidiary Accounts
118 Financial Highlights

Corporate Information

Board of Directors

Chairman & Managing Director

Mr. Anil Kumar Mittal

Joint Managing Directors

Mr. Arun Kumar Gupta

Mr. Anoop Kumar Gupta

Directors

Mr. Vinod Ahuja

Mr. Shyam Arora

Mr. Ashok Chand

Mr. Ashwani Dua

Dr. N. K. Gupta

Mr. Gautam Khaitan

Ms. Priyanka Mittal

Chief Financial Officer

Mr. Rakesh Mehrotra

Company Secretary

Mr. Dhiraj Kumar Jaiswal

Auditors

M/s. Vinod Kumar Bindal & Co.
Chartered Accountants
Shiv Shushil Bhawan
D-219, Vivek Vihar, Phase-I
New Delhi - 110095

Registered Office

5190, Lahori Gate, Delhi - 110006

Corporate Office

81-B, Central Avenue, Sainik Farms
New Delhi - 110062

Bankers

State Bank of India

The Hongkong & Sanghai Banking corporation Ltd.

Standard Chartered Bank

ICICI Bank

Corporation Bank

HDFC Bank

Indusind Bank

State Bank of Bikaner & Jaipur

Yes Bank

Kotak Mahindra

Oriental Bank of Commerce

State Bank of Travancore

Union Bank of India

Karnataka Bank

Works

***Ghaziabad Factory**

9th Milestone, Post Dujana
Bulandshahar Road
Distt. Gautam Budh Nagar - 203207, U.P.

***Dhuri Factory**

Village Bhasaur (Dhuri)
Distt. Sangrur - 148 024, Punjab

***Alipur Unit 1**

29/15-29/16, Village Jindpur
G. T. Karnal Road, Alipur,
Delhi - 110036

***Alipur Unit 2**

Plot 258-260 Extended
Lal Dora, Alipur,
Delhi - 110 036

What every grain aspires to be

It is all in the grain. When one speaks of an achiever, we say that the quality of excellence, perseverance, and the ability to overcome circumstances is ingrained within him. We are what we aspire and work to be. Taken at an organic level, we can see that the seed is the effect concealed, whereas the flower, the fruit and the grain are the effect revealed. Yet, both the cause and effect are intrinsic to every seed as a latent possibility.

Excellence in this light is an ingrained element within each one of us, that we seek to nourish, sustain and nurture.

In the global market, for that elemental staple food, "rice", India Gate is what every gain aspires to be.

To be branded as the best in the world, to proudly adorn the India flag proclaiming itself to be the best Basmati in the country that gave birth to this special grain, to be the cynosure of all eyes in the shop shelf, to be the dish of choice served to the most important guests, to be the cause célèbre of every occasion be it social, political, or religious.

Yet, not every grain can be India Gate. We choose the best amongst the best for the brand, going from farm to farm in the valleys of the Himalayan foothills, searching for the grain that has the aroma, the length, the form and the taste. We select these grains with exacting attention to quality and age them in our special warehouses and package them to retain their special qualities.

Then we bring it to you, the discerning gourmands who will not settle for anything but the best.

After all, when need for the taste, aroma and flavor of the ultimate in rice are ingrained within you, nothing but India Gate will do.

Truly, it is what every grain aspires to be.

Management & Discussion Analysis

"RBI's intervention has helped the nation somewhat recover its growth levels and the Centre for Monitoring Indian Economy (CMIE) expects India's real GDP growth to accelerate to 8.7% in FY12"

Leading the global growth story, India reported exemplary performance during 2010-11 and its economic progress continues well into 2012. India's enviable growth rates have made it Asia's third-largest economy, though the high rates of inflation have slowed down the growth of the Indian economy. However, RBI's intervention has helped the nation somewhat recover its growth levels and the Centre for Monitoring Indian Economy (CMIE) expects India's real GDP growth to accelerate to 8.7% in FY12. Agriculture sector, which contributes more than 17% of GDP growth, is expected to perform exceptionally well.

Union Finance Minister Mr. Pranab Mukherjee, who has placed the Indian agriculture and allied sector on top of the national growth agenda in Budget 2011-12, has estimated that this sector would grow by 6% this fiscal year. This projection should ease government's worries on food inflation, especially in view of the various measures announced in the budget by the Finance Minister to improve the agriculture and allied Sector.

GLOBAL RICE OVERVIEW

Propelled by growing consumption demand, world production of rice has increased steadily over the last few decades – going up from about 200 Million Tonnes (MnT) of paddy rice in 1960 to 696 MnT in 2011.

The recovery of Latin America's production, particularly in the Mercosur block, gave the world harvest a significant boost during 2010. The world rice production reached a new record in 2010, at 464 MnT (696 MnT paddy), up 1.8% from the previous season, FAO said.

FAO data shows that the global paddy production in 2011 stood at 718.3 MnT (478.9) MnT, milled basis). This is 17 MnT, or 2.5%,

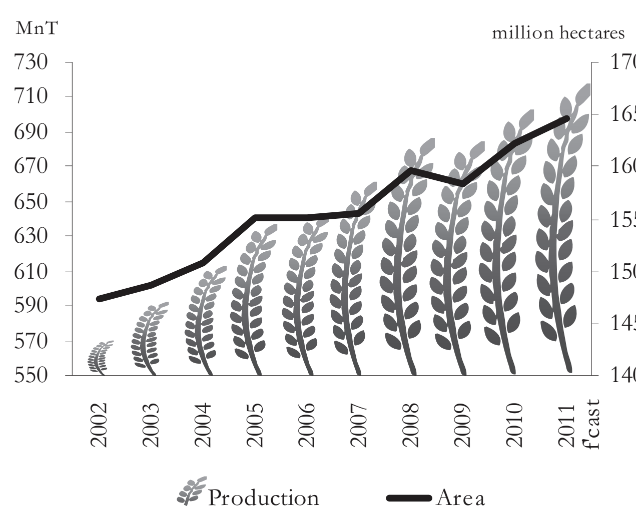
** Source: `Food Outlook-Global Market Analysis – June 2010', Food and Agriculture Organisation (FAO), United Nations* above the good 2010 outcome, striking a new record. The increase has come from a 1.5% expansion of plantings to 164.7 million hectares and a 0.9% gain of yields to 4.37 tonnes per hectare.

Although still preliminary, FAO's outlook for production in Asia remains favourable, pointing to a 2.5% expansion to 649.8 MnT (433.3 MnT, milled basis). A sizeable increase in India is expected to sustain this growth, but prospects are also positive in Bangladesh, Cambodia, China (Mainland), Indonesia, Iraq, the Democratic People's Republic of Korea, Thailand and Vietnam.

Furthermore, assuming a return to average growing conditions, production is expected to recover in the Chinese Province of Taiwan, the Republic of Korea, the Lao People's Democratic Republic, Myanmar and Pakistan, while it may fall in Japan and Sri Lanka.

Global rice utilization in 2011-2012 is estimated to rise by 2% to 472 MnT (milled basis), 399 MnT to be consumed as food, that is, 7.4 MnT more than the previous year. An additional 61 MnT are expected to be destined to seeds, non-food uses and post-harvest losses, and 12.3 MnT to feed. Average per caput food consumption is forecast to rise by 1 percent to 57.1 kilos per year, with intake rising to 68.2 kilos in developing countries and remaining at around 12.2 kilos in developed countries. (*Source: FAO Rice Market Monitor, July 2011)*

Global Rice Paddy Production and Area



INDIAN RICE OVERVIEW

The Indian Met Department (IMD) has predicted a normal monsoon across the country with total rainfall at 98% of the Long Period Average (LPA). It is noteworthy that last year, too, the weather department had predicted rainfall at 98% of LPA, which was surpassed as the country received a 102% share. This year, for the country as a whole, seasonal rainfall during the monsoon upto 6th July was 1% above the LPA. The cumulative seasonal rainfall was 37% above the LPA over northwest India and 1% above LPA over the southern Peninsula; however, it is deficient by 4% over central India and 9% over the Eastern & Northeastern India. Overall, however, the climatic conditions are favourable for a good rice season.

To add to the positive scenario, the government of India recently announced an increase in Minimum Support Prices (MSP) across the board, ranging from 6% to 10%. The hike, which follows a similar increase last year, is aimed at boosting farm output for the government's proposed Food Security Bill and also at compensating for the increase in cost of production. This augurs well for continued consumption demand in rural areas. Good monsoon season, which represents 70% of the country's rainfall, should also bring down food inflation.

While normal rains (as expected by the IMD) are expected to moderate food inflation going forward, slower economic growth in developed economies (mainly US and Japan), monetary tightening induced slowdown in emerging economies (mainly China & India) and end of QE2 are expected to ease the elevated commodity prices and moderate inflation over the next 3 to 6 months.

INDIA - RICE TRADE

For the Indian rice industry, the developments in the Middle East, particularly payment disruptions with the Islamic Republic of Iran, have failed to derail the country's trade in this important commodity. Overflowing state granaries encouraged the authorities in India to take further steps to relax the rice export ban in July, to permit the delivery of 1.5 MnT of rice to foreign markets.

Although a more cautious approach was previously sustained, faced with high domestic food inflation and the pending introduction of the National Food Security Act, the decision came in the backdrop of difficulties to find storage space. In fact, by 1st July, there were 26.9 MnT of rice in public stocks. According to the government notification, 1.0 MnT of non-Basmati rice may be traded by the

"The global demand for Basmati rice has risen steadily over the years, with consumption growing at a CAGR of around 22% over a four years period (FY08-11)"

private sector, subject to a USD 400 per tonne minimum export price, while an additional 5,00,000 tonnes have been set aside for delivery through official channels. Combined with a sustained pace of premium variety shipments, FAO now anticipates the provision to enable India to ship 3.0 MnT in 2011, 1.0 MnT above the 2010 estimate and the highest since 2008, when the ban on common rice exports was originally instated.

Despite the negative consequences of the devastating floods that hit the Pakistan in 2010, Pakistan is anticipated to ship 2.7 MnT of rice in calendar 2011, chiefly thanks to large carryovers accumulated from previous consecutive bumper harvests. This level would still imply a 23% contraction from the good 2010 performance – a scenario that augurs well for the Indian rice exporters.
(Source: FAO Rice Monitor, July 2011)

Three Year Export Statement of APEDA Products

Value in ₹ Lacs
Qty in MT

Product	2008-09		2009-10		2010-11	
	Quantity	Value	Quantity	Value	Quantity	Value
Basmati Rice	15,56,411	9,47,703	20,16,869	10,88,960	21,86,446	10,58,151
Non Basmati Rice	9,31,879	1,68,737	1,39,544	36,530	96,084	22,026
Wheat	1,120	146	30	5	448	74
Other Cereals	39,99,649	3,92,057	28,92,415	2,97,319	31,87,862	3,59,609
Total	64,89,059	15,08,643	50,48,858	14,22,814	54,70,840	14,39,860

(Source: APEDA Rice Monitor, July 2011)

INDUSTRY OVERVIEW – BASMATI RICE

Basmati rice, an aromatic variety, is a GI product and grown only in certain parts of India and Pakistan due to conducive agro-climatic and soil conditions and thus enjoys a premium price in the global market. It is estimated that 60% of the global Basmati rice is produced in India and the balance in Pakistan. The global demand for Basmati rice has risen steadily over the years, with consumption growing at a CAGR of around 22% over a four years period (FY08-11). However, the share of Basmati rice consumption as a percentage of total rice consumption in the world stands at a mere 1%. With a huge latent demand on the basis of consumer preference shifting from non-Basmati to Basmati rice, there is a significant growth potential for this industry.

INDIAN OVERVIEW- BASMATI RICE

The rice industry in India is broadly classified into two segments - Basmati rice (drier and long grained) and non-Basmati (sticky and short grained). According to the crop survey by APEDA (Agricultural and Processed Food Products Export Development Authority), the total Basmati rice production is aprox at 7 MnT in 2010-11 crop year, around 10% higher than the output of 6.4 MnT recorded in the previous year. The increase in production has been made possible by increasing the area under cultivation, which currently stands at 7,76,000 hectares. Over 80% of Basmati rice grown in India is produced for export. In the past few years, export of Basmati rice has increased significantly due to bumper local harvest, strong demand from the Gulf and Middle East countries and opening up of newer markets in the US, Europe and Australia.

Basmati, with its unique qualities, has led to a favourable shift in the domestic market as well. While the Indian rice industry is growing at a rate of 3-4% per annum, the domestic Basmati rice industry is far outpacing it, with an exciting growth rate of around 11%. The rise in domestic demand can be attributed to increase in disposable incomes, perception of Basmati rice as a premium product, mall culture and growth of hotels and restaurants.

With the global demand for Basmati rice expected to grow at 15-20%, while the supply of Basmati is increasing at a slower pace than the demand, the widening gap of demand and supply is expected to create room for an increase in premium. This, in turn, would increase realizations and profitability for the Basmati rice industry.

Value in ₹ Lacs
Qty. in MT

Indian Export Statistic - Basmati Rice

	2006-07		2007-08		2008-09		2009-10	
	Qty.	Value	Qty.	Value	Qty.	Value	Qty.	Value
Saudi Arabia	4,99,584	1,24,095	5,43,530	2,03,834	5,24,401	3,10,280	6,40,404	3,29,547
U. Arab Emts.	1,04,998	30,521	1,93,102	68,983	4,56,146	2,78,620	6,16,125	3,09,465
Kuwait	1,09,068	30,688	1,13,066	40,168	1,11,547	73,393	1,39,473	1,03,014
Rest of Middle East	87,428	23,883	1,01,933	32,165	2,62,137	1,53,483	4,68,807	2,57,896
Rest of the World	2,44,636	70,093	2,31,723	89,306	2,02,177	1,31,924	1,51,946	88,993
Total	10,45,714	2,79,280	11,83,354	4,34,456	15,56,408	9,47,700	20,16,755	10,88,913

(Source: APEDA Rice Monitor, July 2011)

COMPANY OVERVIEW

KRBL, with a rich heritage dating back to 1889, stands tall as the world's largest rice millers and Basmati rice exporters. KRBL is a branded Basmati Rice Company, with manufacturing capacities of 195 MT/per hour. KRBL, a professionally managed and passionately driven Company, has carved an enviable position for itself in the rice industry and is backed by its integrated and scalable operations and comprehensive downstream product chain – a first in the country. With a legacy spanning 122 years, the Company enjoys unrivalled domain knowledge, with generations perfecting the Basmati grain over the years.

Known for ushering innovation across the value chain - from seed development and multiplication (QSDIP programme) to contact farming and marketing - the Company seamlessly combines traditional farming knowledge with modern day crop management practices to confer global glory to the Indian Basmati. Pioneering in spirit, the Company is credited with initiating an inclusive farm management programme, which in turn, has helped it avail uninterrupted supply of quality paddy.

Along with its proven operational excellence, the Company also enjoys both global and domestic market leadership. Endorsing this is the fact that it commands an impressive 25% share in the branded Basmati exports from India and 30% share in the branded Basmati sale in the domestic market.

Its carefully evolved, nurtured and marketed bouquet of brands - both for the domestic and international market - such as India Gate, Taj Mahal, Doon, Unity, Nur Jahan, Al Wisam, etc., top the consumers' palate choice across the world. India Gate, the flagship brand of the Company, is the bestseller in the branded rice segment, both in India and in the overseas market. Its top-of-the-mind association with consumers helps its brands garner premium pricing, at least 20% higher than the prevailing industry average.

Today, the Company's packaged Basmati products enjoy huge brand connect, equity and loyalty in key Basmati markets such as Saudi Arabia, Kuwait, US & Middle East, which together account for major part of its exports revenues. In fact, KRBL enjoys a leading position in Middle East, the world's largest Basmati market. Its growing popularity and ranking as India's largest Basmati rice exporter is manifest in the Company bagging the Agricultural and Processed Food Products Export Development Authority (APEDA) trophy for the past 14 years in continuation. The Company is focused on enhancing its already widespread presence and reaching out to new customers, globally through collaborations and tie-ups with leading retail chains.

Akin to its popularity in the international markets, the Company is also a leading player in the Indian branded Basmati space, with 25% market share of branded Basmati rice. Fuelled by its aggressive marketing and branding initiatives, coupled with its ever increasing distribution network and retail presence, the Company's flagship

"Domestic sales increased by nearly 35% in 2010-2011 to ₹900.79 cr as compared to ₹668.77 cr in the previous year, driven by better realizations"

brand 'India Gate' enjoys the numero uno position in the domestic branded Basmati market, with consumer surveys reinforcing its growing demand.

YEAR 2010-2011

2010-2011 can most aptly be described as a year of consolidation for KRBL. Amidst a tough industry environment, especially in the international markets, the Company sustained its sales performance.

However, interestingly, while sales sustained at 2010 levels, EBIDTA margins strengthened significantly from 13.70% in 2009-10 to 15.42% in 2010-2011, primarily on account of higher yield, efficient operations and tighter cost control measures. Profit before Tax rose by 5% from ₹149.98 cr to ₹158.07 cr in the year under review, while Profit After Tax declined by 3.38% from ₹124.55 cr to ₹120.33 cr, on account of higher MAT rates and therefore higher tax payout. The Company's net worth increased from ₹536.55 cr in 2009-10 to ₹648.38 cr in the year under review, a 20.84% increase over 2009-10. As of 31st March 2011, the Company's order book stood at a healthy ₹304 cr.

KEY HIGHLIGHTS

- Clocked the highest ever domestic sales and Return on Equity amongst peer group companies. Concurrently, reported the lowest debt-equity ratio and highest interest cover ratio amongst peer group companies.
- Domestic sales increased by nearly 35% in 2010-2011 to ₹900.79 cr as compared to ₹668.77 cr in the previous year, driven by better realizations.
- Domestic Basmati rice sales increased 35.95% to ₹813.41 cr as compared to ₹598.32 cr in the previous year.
- Average domestic realization of Basmati rice increased to ₹37,941 per tonne in 2010-11 as compared to ₹31,045 per tonne in 2009-10.
- Average domestic realization of non-Basmati rice increased to ₹23,150 per tonne in 2010-11 as against ₹20,261 per tonne in 2009-10.
- Sale of "India Gate", the flagship brand of the Company, accounted for 39.73% of total domestic rice sales in 2010-11.
- Sale of premium brands, such as India Gate Classic, India Gate Super, India Gate White Organic, India Gate Golden and Doon Premium, grew attractively. Premium brands commanded realizations in excess of 29% over other peer brands in the industry.
- Launched new brands Mithali & Tajmahal and various variants, namely Nurjahan Tibar, Dubar, Mini Dubar, IG Seela W/G Tibar Dubar Mogra, IG Sella Super Tibar.
- Added 7.80 MW of windmill & biomass capacity in the year under review.
- India Gate Basmati Rice has been chosen as a "STAR BRAND" 2011 by the Indian consumer.
- Declared a Green Company by Greenpeace, a non profit organization, in their ranking of the top 25 most popular food companies in India, according to their policy on genetically-modified (GM) foods.
- Inc. India, in partnership with IBEF (Indian Brand Equity Foundation), has ranked KRBL at 148 in the most comprehensive ranking of India's best performing mid size companies for the year 2010.
- Selected by APEDA for an Export Award for four consecutive years - 2007-08, 2008-09 and 2009-10, 2010-11 - for excellent performance during the year.
- Awarded with 'MERA' Brand for four consecutive years by AMFG (leading media & brand rating company).

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

(i) KRBL's business comprises the following:

a) Agri - Agri commodities such as rice, cotton, seed, wheat, bran, bran oil, etc.

b) Energy - Power generation from wind turbine and husk-based power plants.

(ii) The geographical segments considered for disclosures are:

a) Sales within India
b) Sales outside India
1. Middle East
2. Other than Middle East

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

Agri Division

Monsoons play a central role in Indian agriculture in deciding whether the harvest will be bountiful, average or poor in any given year. For instance, paddy production in India was the highest in 2008-09, which was followed by two years of drought, resulting in lower output in 2009-10 and 2010-11. Based on the predictions of good monsoons in 2011-12, the Union Agricultural Ministry has forecasted a bumper paddy crop of 103 MnT. Their forecasts suggest that while the area under paddy is likely to remain stagnant, the total output is slated to improve on the expectations of good monsoons.

The year under review saw a plethora of initiatives being undertaken by the Company, aimed at increasing yield, quality and realizations. These included better practices at all levels - from the grassroots farming level to milling and processing to ensuring superior quality of the end product; increased procurement of paddy at competitive prices; enhanced processing and milling capacities and utilization levels; strengthened R&D and upstream and downstream partnerships; increased ageing period to enhanced quality of rice; improved yields for the new Pusa 1121 variety of Basmati through higher production, and expansion in acreage and cultivation.

To specifically improve quality and yield levels in paddy, the Company embarked on strengthening its crop management programme, organized agri seminars for farmers to educate them on efficient practices and added technologically superior equipment in its production facilities. The efforts more than paid off as paddy yield improved during the year. The Company has also made significant investments in logistics, storage and warehouse capacities, given the importance and need of world-class storage and warehousing capacities to age rice and thus fetch superior realizations on its products.

Energy Division

The Company's Energy Division continued to show consistent growth and enhanced its windmill & biomass capacity by 7.80 MW through addition of capacities in Dhuri, Tamil Nadu and Karnataka during the year under review. As of 31st March 2011, the Company's wind power generation capacity stood at 33.20 MW and its bio mass power generation capacity stood at 15.80 MW.

With wind power generation capacity of 12.50 MW in Dhulia, Maharashtra, an 8.10 MW plant each in Rajasthan, Tamil Nadu, a 4.5 MW plant in Karnataka, the Company has ensured a stable source of revenue from its wind power generation operations through the signing of long-term Power Purchase Agreements for 13 and 20 years with the Maharashtra State electricity Board (MSEB), Ajmer Vidyut Vitaran Nigam Limited (AVVNL), Tamil Nadu Electricity Board & Karnataka Power Transmission Corporation respectively.

With the Company's power generation operations offering tax hedges, it also allows the Dhulia power plant, which is registered with UNFCCC, to earn from carbon credits. Projects at Rajasthan, Tamil Nadu and Karnataka are in the process of registration with UNFCCC and will earn significant number of carbon credits once registered.

Under its biomass power generation operations, as of 31st March, 2011, the Company's Dhuri plant in Punjab has a capacity of 12.30 MW and the Ghaziabad plant in UP has a capacity of 3.5 MW. The Dhuri plant utilizes 76% of the power generated for captive use, with the balance sold to power grids at a lucrative tariff of ₹3.91 per unit; the Ghaziabad plant capacity is utilized 100% for captive consumption.

In the year under review, sale of power increased marginally to ₹21.99 cr from ₹21.55 cr in 2009-10.

RESEARCH AND DEVELOPMENT

Given the importance of R&D to the Company's sustenance and growth, KRBL has set up a seed farm and a 4 MT per hour seed grading plant for its R&D activities and new products testing. It continuously shares key R&D insights with farmers, such

"Projects at Rajasthan, Tamil Nadu and Karnataka are in the process of registration with UNFCCC and will earn significant number of carbon credits once registered"

as improved methodologies, better variety of seeds, scientific know-how and pre and post harvesting techniques, with the aim of helping them improve yield. The Company's mammoth Seed Development and Multiplication (QSIDP programme) further boosts its R&D efforts and vindicates its quest for continuously improving the quality of Basmati seeds.

The Company's association with Buhler, the world's leading rice milling manufacturer, to bring out process and machine improvements, continues to add value to its R&D efforts.

The Company, known for its pioneering Pusa-1121 seed variety, strives to develop newer varieties of seeds which would require less water, with the aim of preserving this scarce resource through its modern know-how and technology, and leveraging its capability to access larger number of farmers.

Going ahead, the Company plans to scale up its R&D efforts by increasing the size of its seed farm to 700 hectares; distribute high yielding seeds developed in collaboration with ICAR to farmers through its contact farming programme; and earmark a corpus of ₹10 cr for grass root level agricultural research.

BREEDER SEED → **FOUNDATION SEED 1** → **FOUNDATION SEED 2** → **CERTIFIED SEED**

Sourced From Goverment institutions (IARL G.B. Pant University, Hissar Agriculture University)

Grown as Foundation Seeds under the supervision of scientists and the government seed certification agency

Distributed to farmers: extensive field trials have revealed a 12% increase in yield of certified crop

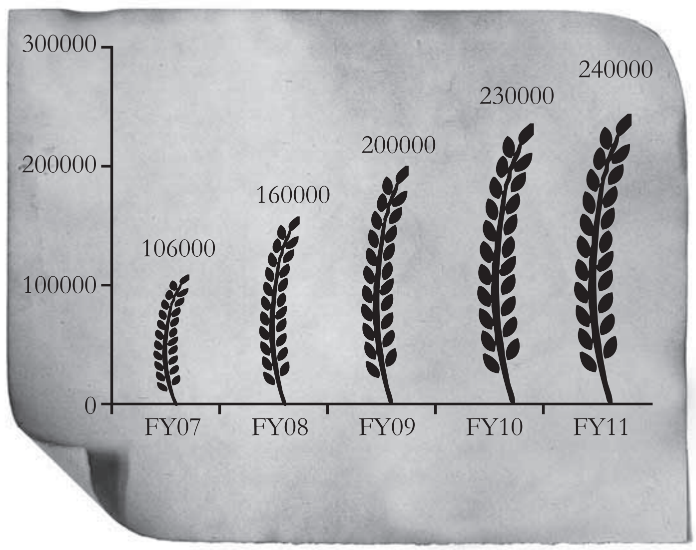
FARMER RELATIONS AND PROCUREMENT

Strong and symbiotic farmer relations are at the core of KRBL's success story and the year 2010-11 saw these relations scale new levels. The Company, which pioneered the concept of contact farming more than a decade ago, has consistently expanded its farmer base to ensure uninterrupted procurement of paddy. At the end of 31st March, 2011, the Company's contact farming initiatives covered 85,000 farmers and 2,40,000 acres of land across the rice growing states of U.P., Uttarakhand, Punjab and Haryana. With the Company providing farmers access to competitive and modern technologies, thereby improving their crop quality and productivity, the system has proved beneficial to both, the farmers and KRBL.

MANUFACTURING CAPACITIES

The Company's ranking as the largest Basmati rice miller in the world is directly linked to its two state-of-the-art manufacturing units and one processing unit, with a total capacity of 195 MT/hr. The Company's Dhuri plant in Punjab, the world's largest fully integrated milling plant, has a capacity of 150 MT/hr, while its Ghaziabad plant in U.P. has a capacity of 45 MT/hr.

Acerage under contact farming



The Company is striving to enhance its capacity utilization to 50% in the coming fiscal from the current 35%. This, coupled with operational efficiencies, will positively impact the EBIDTA margins, going ahead. At full capacity, the Dhuri plant is expected to consume 12% of rice produced in Punjab.

Plant Location	Function	Production Capacity (MT/hr)	Grading & Packing Capacity (MT/hr)
Ghaziabad (U.P.)	Rice Processing	45	30
Dhuri (Punjab)	Rice Processing	150	50
Delhi	Grading		30

Currently, the Company consumes a sizable amount of the total Basmati paddy grown in the country. This has been possible due to prudent investments in regularly increasing storage and warehousing facility at its plants, which allow it to procure and store large quantities of paddy and rice. As of 31st March, 2011, the Company had paddy warehousing capacity of 1 MnT and rice warehousing facility of 5,00,000 Tonnes.

The Company also has a grading plant in Delhi with a capacity of 30 MT/hr, which separates milled rice (mixture of different sizes: whole grain, head rice and broken rice).

STRENGTHS, WEAKNESS, OPPORTUNITIES AND THREATS

Strengths

- Leadership position in the Indian Basmati industry and principal player in the non-Basmati segment.
- World's Largest Rice Millers & Basmati Rice Exporters.
- Hands-on management team with nearly three decades of experience and expertise in the Indian rice industry.
- India's first fully integrated rice Company with a strong presence across the entire value chain, manufacturing a comprehensive upstream and downstream product chain.
- Excellent farmer relations ensuring quality supply of paddy.
- Aggressive R&D focus allowing to develop and share pedigree seeds with the farmer community.
- Robust manufacturing capacities with improved utilization levels expected to boost profitability going ahead.
- Firmly entrenched brand positioning, equity, popularity and loyalty in both the branded Basmati international and domestic markets. Largest branded Basmati rice player in the biggest international market of Saudi Arabia.
- Strong and continuously growing retail presence, in both domestic and international markets.
- Exhaustive storage and warehousing capacity, enabling the Company to store paddy for a longer duration and also age rice for higher number of days, helping it garner better realizations and report superior margins. The Company consistently reports higher-than- industry profitability.
- Growing captive power generation capacity, comprising a mix of windmill and bio mass power generation.
- Wide marketing network with presence across huge number of retail outlets spread over all towns and cities of the country. Excellent collaborations with global retail chains for proliferating brand visibility.

WEAKNESSES

Agriculture is a highly climate-dependent and seasonal activity. This makes the rice industry also susceptible to the fluctuations of the climate and season. While Basmati requires lesser water for cultivation as compared to normal rice, it is still prone to any unpredictable weather conditions during the season. In the event of scanty or no rainfall, the rice crop, including Basmati, could also witness a significant drop in crop cultivation. In addition, the availability and price of paddy can be impacted by plant disease, which can result in crop failures and reduced harvests.

OPPORTUNITIES

- Rice continues to be the staple food consumed by more than half the world's population. Going ahead, its importance in consumers' diet is expected to increase further.
- While the Indian rice industry is growing at a rate of 3-4% per annum, the domestic Basmati rice industry is far outpacing it, with an exciting growth rate of around 11%. The Basmati rice industry continues to be attractively placed, owing to the growing demand from both the international and domestic market, coupled with low substitutability, premium realizations, changing lifestyles, lower regulations and increasing cultivation ensuring steady supply (although demand growth is likely to outpace supply).
- The international demand of Indian Basmati rice has grown

“KRBL’s exhaustive storage and warehousing capacity enables the company to store paddy for a longer duration and also age rice for higher number of days, helping it garner better realizations and report superior margins”

at a CAGR of 10% between FY00 to FY09, while the market size has registered a CAGR of 20% from ₹17 bn in FY00 to ₹94 bn in FY09.

- Rice output is expected to decline almost 32% y-o-y in Pakistan due to floods. As a result, Basmati prices are likely to increase in 2011-2012, which will benefit Indian exporters.

- Domestic demand for Basmati rice growing at 11% p.a., far outstripping the supply CAGR of 5% over the last three years.

- The proliferation of modern retailing has helped fuel the consumption of a higher quantum of branded products, as Indian consumers are fast embracing the mall culture and organized retail. This offers an attractive channel for the Company to augment its branded Basmati sales in the domestic market.

- Immense opportunity unfolding as more and more consumers are migrating from unbranded to branded rice, and from economy brands to premium brands. With branded rice sales expected to grow at 15% p.a., KRBL, with one of the strongest brand positionings in the domestic market, is expected to benefit immensely from this trend.

- Growing popularity and demand for Pusa-1121, which has been finally labelled by the Government of India as Basmati. Since the Company commercialized this variety, it stands to benefit immensely since its realizations are far better than the other categories of Basmati.

THREATS

- Economic recession in the overseas market still remains firm and could adversely impact KRBL’s export plans.

- Growing competition from other Indian companies operating in similar segments could pose a threat in the short run.

HUMAN RESOURCE DEVELOPMENT

The Company realizes that people are the key to delivering on its ambitious mission and targets. Its people do make a difference to the Company, and more than ever, this was proven in the year under review when the Company posted a strong set of numbers amidst a challenging industry environment. The Company continues to instil in its people the highest standards of ethics, integrity, accountability and passion to deliver. This culture has more than paid off: some of its best ideas and strategies came from its people – inside the Company and from its extended family, the large number of contractors with whom it works.

The Company has always encouraged and maintained friendly and harmonious relations with its workers and does not suffer on account of labour problems. With the aim of encouraging innovation, strengthening leadership skills and enhancing job satisfaction, it has undertaken a number of initiatives: regular training & skill development programmes and exciting incentive schemes linked to the delivery of exceptional performance across the gamut of its operations.

IT

The ever-increasing and complex challenges of a competitive market require a long-term solution that supports process-centric collaboration internally and across its value chain. To sustain its competitive edge, KRBL embarked on the implementation of SAP to help it keep up with expansions, improve real-time visibility and take informed decisions. The initiative is inspired by the knowledge that in order to thrive in the era of modern trade, we need to deliver a service level that is higher than what the industry is used to, and operate a logistics supply chain which is superior to that of competitors. Real-time & uniform transaction processing and reliable information flow from SAP ERP has enabled faster decision-making, along with standardization of all processes, procedures and management information system, within the Company.

AUDIT AND SYSTEMS

In line with its strong commitment to building operational efficiencies, KRBL has an elaborate and well-managed system of internal controls, commensurate with its size and nature of operations. A strong internal controls system has insulated the Company from unauthorized use or losses, while maintaining proper accounting control, monitoring operational efficiency, proper compliance with applicable laws and ensuring the reliability of financial and operational information. The Company's audit committee periodically reviews audit reports, audit plans, significant audit finding, adequacy of internal control, compliance with accounting standards, and suggests improvements for strengthening them.

OUTLOOK

To strengthen its performance, positioning and profitability in the competitive Basmati and rice industry, the Company intends to embark on the following strategic initiatives:

- Accelerate Research and Development activities and collaborate with various research institutes to find high yielding certified seeds.
- Ramp up its contact farming programme to cover over 2,50,000 acres by the end of FY12 so that the Company can source 100% of its paddy requirement through this programme, which currently stands at 66%. This will help the Company procure both, quality paddy and at reasonable prices.
- As a bottom line focused Company, scale up capacity utilization to 60% by 2011-2012, which, in turn will enhance the Company's share in Basmati production and increase its rice processing utlisation.
- Enhance margins by deriving higher realizations from by-products; optimizing power consumption through its captive husk-based power plant; foraying into the fast-growing FMCG segment with the objective of becoming a multi-item and multi-brand FMCG Company and focusing on the huge rural opportunity and leveraging the same to enhance domestic market share.
- Explore and add new emerging and fast growing markets in the international space to drive exports revenues.

RISKS AND CONCERNS

Raw material risk

Paddy accounts for 95% of total operating costs in the rice industry. Hence, any adverse impact on paddy production or extreme price fluctuations could also put pressure on the Company's margins.

Risk mitigation

The Company's growing contact farming network assures it continued and adequate access to good quality paddy. Its effective farm management initiatives enables the Company to control the price of paddy procured, and ensures regular upgradation in its quality through seed management and other farming related programmes.

Quality risk

Today, the society has become increasingly health-conscious and wants every grain of its food to undergo stringent quality checks. Even a marginal decline in product quality can seriously impact business in the food industry.

Risk mitigation

The Company is certified for ISO 9001:2000, Hazard Analysis & Critical Control Point (HACCP), SQF and BRC Food 2000, which endorse its commitment to high standards of quality. High quality production is ensured through fully automated and hygienic production units, and extensive and regular quality checks.

Competition risk

The rice market in India is increasingly getting flooded by the unorganized and unbranded players, who are pushing a large number of cheaper variants of rice into this segment. The problem of plagiarism adds to the risk factor.

Risk mitigation

The Company is equipped with a strong R&D capacity, which enables it to continuously come out with newer and better varieties of rice. Branding initiatives undertaken by the Company also help it build and maintain strong relationships with the consumers. Its rich experience and expertise in the business, combined with superior product quality, manufacturing prowess and sound balance sheet, helps the Company score over competition, both in the short and long run.

Foreign exchange risk

The Company's major portion of revenues comes from export of Basmati rice; hence, any fluctuation in the rupee could adversely impact KRBL's margins. Since the import of raw materials is insignificant, the Company does not benefit from rupee appreciation

"As a bottom line focused company, KRBL intends to scale up capacity utilization to 60% by 2011-2012, which, in turn will enhance the company's share in Basmati production"

and the impact of forex volatility does not get negated.

Risk mitigation

The Company has a strong foreign exchange risk management policy in place and, therefore, all foreign exchange exposures are hedged as per policy.

Realizations risk

The Company faces the risk of decline in realizations.

Risk mitigation

The Company has adopted the strategy of attracting retail consumers across all price segments with all its varieties in retail packs. This ensures that quality is maintained and is not perceived or compared with the quality of unpacked unbranded rice. Further, with optimal ageing and integrated operations that yield higher realization, the Company is able to hedge this risk to a significant extent.

Cost risk

Rice procurement period is largely limited to the period between October and December. Hence, arrangements have to be made for storage of the entire inventory for the whole year, which in turn requires substantial and continuous investment in working capital requirements. Thus, huge inventory carrying could impact KRBL negatively if the rice prices reduce significantly.

Risk mitigation

A high premium enjoyed by KRBL enables it to pass the increased cost (freight and interest) to its customers. Besides, optimal ageing, leading to better quality rice, helps the Company garner a premium for the same in the markets, thus enabling it to significantly recover the cost of ageing.

Product concentration risk

A major bulk of the Company's total sales is derived from Basmati rice varieties. This poses a significant risk to the Company's sustainability in the long run due to the dependence on a single product type.

Risk mitigation

Within the Basmati segment, the Company manufactures and offers a large variety of brands and products. In addition, KRBL has also diversified its bouquet through other value-added products like rice bran oil and power.

Other risks

Apart from the risks mentioned above, the Company's business is exposed to other operating risks, which are mitigated through regular monitoring and corrective action.

FINANCIAL REVIEW

Prudent planning and strategic moves during the year enabled the Company to sustain its revenues and, more importantly, manifested its commitment to protect profitability at all times. Hence, despite the turbulence in the international market, particularly the political and economic instability in the Middle East, and the resultant slowdown in the exports market, KRBL has been able to maintain its performance during the year under review.

The Company's sales stood at ₹1551.27 cr for the year and it posted a Profit before tax (PBT) of ₹158.06 cr and Profit after tax (PAT) stood at ₹120.33 cr. Though the revenues have been almost at the same level, due to better yield and prudent planning, the Company has been able to increase EBIDTA margins from 13.70% (2009-10) to 15.42% (2010-11). PBT margins also increased from 9.37% to 10.09%.

This was made possible due to the strong presence established by KRBL brands over a period of time, with the Company now more focused on enhancing its bottom line.

REVENUE

During the financial year under review, the Company's total sales turnover stood at ₹1551.27 cr as compared to ₹1579.01 cr in 2009-10. In terms of the revenue split between domestic and exports sales, the Company posted a ratio of 58:42, as compared to 42:58 in the previous fiscal. This swap in ratio was primarily on account of a 30% drop in exports contribution due to unfavourable market environment and significantly lowers realizations. On the other hand, the domestic business, buoyed by strong consumption trends and premium brand positioning translating into superior realizations, witnessed a robust 35% growth over the previous fiscal.

Domestic sales

Basmati continued to be the key propellant of the Company's domestic revenues in 2010-11. The Company reported a 36% increase in Basmati rice sales in 2010-11 at ₹813.41 cr, as against ₹598.32 cr in the previous fiscal.

With over 11 major brands and a large number of sub-brands, the Company's domestic success story is largely scripted by the excellent performance and acceptance of its branded products.

Armed with excellent product quality and driven by an aggressive marketing, advertising and promotional strategy, the contribution from the Company's top five brands – India Gate, Nurjahan, Doon, Necklace, Aarati - stood at nearly 60% of total domestic rice sales. Its flagship brand, India Gate, continued to rule the charts as the top selling Basmati brand in the premium segment (39.73% of total domestic Rice sales), while India Gate Classic was the market leader in the super premium price category.

Key Financial Indicators **₹ in Lacs**

Y/E March	2008	2009	2010	2011
Net Sales	9,9653	13,1173	1,57,901	1,55,127
Other Income	1,034	946	2,164	1,527
Total Income	1,00,687	1,32,119	1,60,065	1,56,653
Total Expenditure	85,293	1,11,690	1,38,135	1,32,496
EBIDTA	15,394	20,429	21,930	24,158
EBIDTA Margin	15.29%	15.46%	13.70%	15.42%
Growth in EBIDTA	26.99%	32.71%	7.35%	10.16%
Depreciation	2,410	2,355	2,757	3,595
EBIT	12,984	18,074	19,172	20,563
Interest	6,447	8,865	4,174	4,756
PBT	6,537	9,209	14,998	15,807
TAX	1,039	2,667	2,543	3,773
Net Profit	5,497	6,542	12,455	12,034
Net Profit Margin	5.46%	4.95%	7.78%	7.68%
Earning per share	2.26	2.69	5.12	4.95
Cash EPS	3.25	3.70	6.26	6.43
Net Worth	36,081	42,054	53,655	64,838
Captial Employed	1,13,351	1,02,305	1,13,980	1,54,757
Average Capital Employed	96,588	1,07,828	1,08,142	1,34,368
Capital Effiency Ratio	15.94%	18.95%	20.28%	17.98%
Market Capitalisation	28,176	12,277	57,860	65,154
Fixed Assets (CWIP)	32,132	35,941	48,895	57,660
Net Current Assets	90,652	78,015	79,439	1,14,647

The Company's unique brand positioning is also evident from the fact that contribution from branded sales has been growing. This reflects the high brand recall, acceptance, loyalty and preference that the Company's brands score over peers.

The Company's non-compromising approach to quality, and its unwavering commitment to delivering perfection in every grain of rice, helps it continuously garner higher realizations per tonne, year after year.

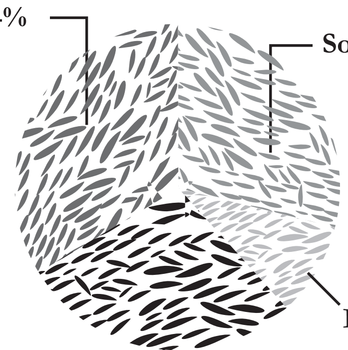
"Armed with excellent product quality and driven by an aggressive marketing, advertising and promotional strategy, the contribution from the company's top five brands stood at nearly 60% of total domestic rice sales"

To satiate the appetite of a wide consumer base, the Company has ensured its products straddle multiple price points – from the entry level variety priced at ₹30 per kg to its most premium brand sold at ₹149 per kg.

Fuelling its domestic sales saga further is the Company's aggressive brand promotion strategy, combined with its exhaustive distribution & dealer network and growing retail presence. As on 31st March, 2011, the Company has a distributor and dealer network of 515, satiating consumers across 28 states, including the fast growing rural markets. In its pursuit to reach out to consumers across the length and breadth of the country, it has ensured dealer presence within every 100 km radius.

Endeavouring to expand its retail presence, the Company's products can today be bought off the shelf across any of its 5,75,000 outlets in the country. Its long-term association with retailers, along with the Company's brand strength, allows it to command better shelf space for its products. Leveraging the rising popularity of modern trade in organized retailing, the Company has exclusive tie-ups with 14 retail chains, such as Food Bazaar, Spencers, D'Mart, Reliance Retail, Vishal Mega Mart, etc.

REGION WISE DOMESTIC RICE SALES



EXPORTS

Due to sanctions imposed on Iran, which is one of the biggest markets for exporters accounting for nearly 30% of total Basmati exports, there was significant impact on exports of Basmati rice from India. Adopting a cautious and prudent stance on its exports position in Iran, unlike other players who resorted to selling on open credit and selling below cost to clear inventories, the Company refrained from extending risk-laden credit to buyers.

The political instability gripping the Middle East and Gulf countries led to several governments in the region (Kuwait, Saudi Arabia) giving out free groceries and people also becoming conservative. This led to decline in inventory levels as neither retailers nor wholesalers were stocking for sale. The business environment in the developed countries of US and Canada also offered little respite.

On the positive side, the Australian, New Zealand and Singapore markets continued to witness steady growth. An increase in migrant population from Europe and India, coupled with improving lifestyles, is driving demand for the branded Basmati rice. Leveraging this trend, the Company is aggressively promoting its flagship brand India Gate to cater to the needs of both the Indian diaspora and local population in these markets.

Some of the highlights of the Company's exports business comprised addition of new markets, such as Kenya, Mauritius, France, Spain, and embarking on major brand promotion campaigns - signing up with 7 channels of UAE broadcast in 32 countries, sponsoring the World Cup in the US and undertaking promotional programmes in Qatar, Dubai and Bahrain.

Going ahead, the industry is likely to witness consolidation with a slew of new and smaller players expected to shut down. An early Ramadan is expected to put consumers back in purchasing mode, particularly in the Middle East. The Company will continue with its strategy to focus on creating a strong consumer pull for its products on the might of its brand strength, which will help it sustain margins.

In addition to focusing on India Gate, the Company intends to promote its secondary brands, such as Nurjahan, to connect with consumers of Pakistan and India Farm which is currently faring well in the US/Canada markets on the back of its competitive pricing. Another focus area for the coming year will be Sella Basmati, a more commoditised variety of Basmati requiring lesser ageing period, and hence will facilitate higher capacity utilization.

Plans to add new fast-growing markets such as Iraq, Syria, Jordon and Lebanon are also on the anvil. With a healthy order book in place for 2011-2012, the Company is optimistic of bouncing back to a double digit growth rate in its export business.

EXPENDITURE

Small initiatives, if undertaken consistently, drive long-term value. As a Company focused on creating sustainable long-term value, KRBL realizes that one of the biggest impacts to overall profit comes from reducing the cost of goods sold.

In a clear testimony to the Company's overriding commitment to enhance margins through cost-effective operations, it successfully reduced Cost of Goods Sold as a per cent of sales from 79.82% in 2009-10 to 74.41% in 2010-2011. To achieve this, especially in a highly inflationary regime, vindicates the Company's single-minded objective of efficient functioning at all times – producing more from less, producing better with fewer resources.

Expenses (as % of total expenses)				
	2007-08	2008-09	2009-10	2010-11
Material Consumed	86.61	85.2	91.03	89.71
other Manufacturing expenses	2.55	1.98	1.96	1.84
Employee Cost	2.01	1.85	1.82	2.25
Expenses (as % of income)				
	2007-08	2008-09	2009-10	2010-11
Material Consumed	73.37	72.02	78.56	75.88
Administrative and selling expenses	8.82	10.18	5.46	4.58
other Manufacturing expenses	2.16	1.68	1.69	1.88
Employee Cost	1.7	1.56	1.57	1.9

Two major factors helped the Company achieve lower Cost of Goods Sold to sales ratio. First, better paddy yield as compared to the previous year, on the back of better material management & upkeep, prudent systems and controls, improved storage and ageing of paddy and better moisturising. Second, as a result of higher paddy yield, the cost of rice reduced from ₹35,807 per MT to ₹34,618 per MT in the current fiscal.

While COGS as a per cent of sales reduced, employee bill witnessed an increase of 16.92% over the previous fiscal, primarily due to the inflationary headwinds. Employee costs stood at 1.9% of total income in 2010-11 (1.57% in 2009-10) and 2.25% of total expenses (1.82% in 2009-10).

MARGINS AND PROFITABILITY

EBIDTA & EBIDTA margins: The Company's EBIDTA increased by 10.16% in the year under review to ₹241.58 cr (₹219.30 cr in 2009-10) Despite pressures on revenues, the Company's EBIDTA margin improved from 13.70% in 2009-10 to 15.42% in 2010-11, by virtue of higher yields, efficient operations and tighter cost control measures.

Depreciation: In the year under review, depreciation increased by a steep 30% from ₹25.78 cr to ₹35.95 cr in 2010-2011, on account of the ₹100 cr capex in both windmill power generation capacity and augmentation of the Dhuri plant capacity.

Interest: The year under review saw interest costs increase by 14%, from ₹41.74 cr to ₹47.56 cr, mainly due to higher borrowings for both working capital loans and term loans.

PBT and Pre-tax margins: Profit Before Tax increased marginally from ₹149.98 cr to ₹158.06 cr, a 5% increase, during 2010-2011, and the Pre Tax margins strengthened from 9.37% to 10.09% in 2010-2011.

PAT and PAT margins: Profit After Tax declined marginally by 3.38%, from ₹124.55 cr to ₹120.34 cr, on account of an increase in the Minimum Alternative Tax rate from 15.66% in 2009-10 to 19.9% in 2010-11. Post Tax margin weakened slightly from 7.78% to 7.68% in 2010-11.

CAPITAL EFFICIENCY

Total capital employed increased from ₹1139.79 cr in 2009-10 to ₹1547.57 cr in 2010-11, an increase of 35.78% over the previous year.

> "With a healthy order book in place for 2011-2012, the Company is optimistic of bouncing back to a double digit growth rate in its export business"

This increase was largely on account of increase in the reserves and surpluses and a significant rise in borrowings. The Company reported a capital efficiency ratio of 17.98% as compared to 20.28%, primarily on account of surge in average capital employed.

SOURCES OF FUNDS

The Company's share capital of ₹24.31 cr comprised 2,43,111,940 equity shares of ₹1 each. At the end of fiscal 2010-11, KRBL's reserves stood at ₹622.60 cr, an increase of 21.85% over the previous year. The Company's reserves comprised a mix of share premium reserve, general reserve and profit and loss account. Free reserves accounted for 100% of the total reserves, demonstrating the Company's prudent approach to plough back profits into the business in order to grow it to the next level. The Company's reserves translated into a healthy book value of ₹25.61 per share towards the close of the year. Endorsing the Company's strong financial position is its swelling net worth, which rose from ₹536.55 cr to ₹648.38 cr, a 20.86% increase over the previous year.

LOAN PROFILE AND FUNDING COST

The total debt on the Company's books increased from ₹604.49 cr in 2009-10 to ₹900.61 cr in 2010-11, marking an increase of 49% over the previous year. This increase in borrowings of ₹296.12 cr has been taken primarily by the Company to finance its higher inventory build-up of ₹1209 cr (increase of ₹428 cr over the previous fiscal). This move, in turn, will support higher levels of operations and growth. Of the total borrowings, working capital loans increased 57.71% from ₹432.10 cr in 2009-10 to ₹681.47 cr in 2010-11. Term loans increased 58.30% from ₹97 cr to ₹154 cr in the year under review.

As a testimony of prudent fiscal management, while borrowings increased by 49%, interest payout rose by only 15% over the previous year. The average term loan cost was lower at 7.01% (8.05% in 2010) and average working capital loans cost stood at 4.61% in 2010-11 compared to 5.82% in 2010. The Company successfully navigated to a lower cost borrowing regime, primarily on raising External Commercial Borrowings (ECB) at lower rate and repaying the costlier rupee loans during the year. Also, working capital loans were raised through a mix of Pre-shipment Credit in Foreign Currency (PCFC) and short term rupee loan.

The Company is optimistic that its tight fiscal monitoring will hold it in good seat in the coming year. With interest rates likely to go up further, its borrowings at extremely economical rates will help it boost higher level of operations in a cost-effective manner.

APPLICATION OF FUNDS

As of 31st March, 2011, the Company's gross block stood at ₹556.17 cr as against ₹453.13 cr in the previous fiscal, an increase of almost 23% over 2009-10. This ₹103 cr increase in gross block was primarily on account of the Company's capital expenditure plans, comprising ₹15.81 cr investments in building at Dhuri and Ghaziabad and addition of plant and machinery worth ₹82.78 cr in the year under review. In line with its future plans to scale business operations, increase utilization levels and promote Sella Basmati variety, the Company made prudent investments in upgrading existing facilities and simultaneously enhancing capacities. The key investments in gross block comprised enhancing windmill capacity at Tamil Nadu, modification of rice mill line at Dhuri, setting up of a Sella plant, grade plant and turbine at Dhuri and adding a glucose plant at Ghaziabad.

DEPRECIATION

The Company continues to provide for depreciation and amortization based on the Straight Line Method (SLM) method. In the year under review, the Company provisioned for depreciation of ₹35.94 cr as against ₹27.58 cr in 2009-10. This increase was on account of the aggressive capital expenditure made by the Company.

WORKING CAPITAL

The Company's business is highly working capital intensive and the year under review saw working capital outlay increase from ₹794.40 to ₹1146.47 cr, an increase of 44% over the previous year.

The Company's inventories swelled by almost 55% over the previous year, wherein total stock of paddy increased from ₹388.37 cr to ₹551.09 cr and total stock of rice increased from ₹359.70 cr to ₹600.87 cr in 2010-2011. Given the higher scale of operations, the Company proposed to clock lower prices of paddy in 2010-11, as compared to the earlier year. Also, anticipation of an increase in paddy prices led to higher raw material stock levels in the year under review. The rise in finished goods inventories was driven by its strategy to enhance ageing period, and in turn improve quality and realizations, which together led to the Company holding higher inventory of 309 days sales vs 255 days in 2009-10. This has in turn led to a 47% higher debt level in 2010-2011 as compared to the previous year.

The Company's macro strategy is geared towards reporting higher operations in the coming fiscal. With the prices of paddy and rice expected to increase significantly and the cost of financing higher holding of inventory also slated to increase in the coming year, the Company is confident that its prudent procurement, forecasting and expansion strategy will more than pay off.

As of 31st March, 2011, sundry debtors stood at ₹148.00 cr as against ₹135.08 cr in the previous year, a 9.56% increase over 2009-10.

FOREX EARNINGS

A sound hedging policy consisted of booking futures at favourable rates, thereby ensuring that the Company did not leave any foreign exchange position open and remained connected with its bankers and foreign exchange consultants to protect its foreign exchange earnings.

FORWARD LOOKING STATEMENTS

This report contains forward-looking statements, which may be identified by their use of words like 'plans', 'expects', 'will', 'anticipates', 'believes', 'intends', 'projects', 'estimates' or other words of similar meaning. All statements that address expectations or projections about the future, including but not limited to statements about the Company's strategy for growth, product development, market position, expenditures, and financial results, are forward-looking statements. Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized.

The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

DIRECTORS' REPORT

Dear Shareholders,

Your Directors take pleasure in presenting their 18th Annual Report together with the Audited Accounts of the Company for the Financial year ended 31st March, 2011.

1. FINANCIAL PERFORMANCE

(₹ In lakh)

PARTICULARS	Consolidated Year Ended Audited		Standalone Year Ended Audited	
	31/03/2011	31/03/2010	31/03/2011	31/03/2010
Sales & Other Income	156,654	160,065	156,100	158,295
Less:-Operative Expenses	132,497	138,135	132,425	138,108
EBIDTA	24,157	21,930	23,675	20,187
Less:- Depreciation	3,595	2,758	3,595	2,758
:- Interest	4,756	4,174	4,756	4,174
Profit Before Tax (PBT)	15,806	14,998	15,324	13,255
Less: Provision for Tax				
i) Current	3,292	2,547	3,292	2,547
ii) Deferred	481	(4)	481	(4)
Profit After Tax (PAT)	12,033	12,455	11,551	10,712
Add: Balance of profit as per last Balance Sheet	35,498	25,397	31,832	23,474
Balance available for appropriation	47,531	37,852	43,383	34,186
Appropriation				
i) Proposed Dividend-Interim	-	365	-	365
Proposed Dividend-Final	729	365	729	365
ii) Tax on Dividend	121	124	121	124
iii) Transfer to General Reserve	1,700	1,500	1,700	1,500
iv) Balance Carried Over to Balance Sheet	44,981	35,498	40,832	31,832

FINANCIAL REVIEW

Company's sale stood at ₹ 1551.27 crores for the year and has posted a profit before tax (PBT) of ₹ 158.06 crores and Profit after tax (PAT) stood of ₹ 120.33 crores. Though the revenues have been almost at the same level, due to better yield and prudent planning, we have been able to increase EBIDTA margins from 12.78% (2009-10) to 15.26% (2010-11). PBT margins also increased from 8.39% to 9.88%. This has been possible as our brands have established over the period of time and we now focus more on bottomline than on topline.

2. TRANSFER TO RESERVES

Your Company proposes to transfer ₹ 17 Crore to General Reserve out of the amount available for appropriations and an amount of ₹408.32 Crore is proposed to be carried over to Balance Sheet.

3. EQUITY SHARES CAPITAL

During the year under review company has not issued any equity shares. The paid up of the company is ₹ 24,35,40,558.

4. DIVIDEND

The Board of Directors in its meeting held on 25th May, 2011 has declared final dividend for the year ended on 31st March, 2011 on Ordinary Shares as under:-

	31st March 2011 (₹)	31st March 2010 (₹)
Interim on 24,31,11,940 Ordinary shares of ₹ 1/- each @ ₹ 0.00 per share (Previous year ₹ 0.15 per share)	-	3,64,66,791
Final on 24,31,11,940 Ordinary share of ₹ 1/- each @ ₹ 0.30 per shares(Previous year ₹ 0.15 per share)	7,29,33,582	3,64,66,791

Thus the total outgo on account of final dividend including dividend tax will be ₹ 8,50,46,940 (previous year ₹ 8,53,28,644), which represents 7.36% of the profit after tax (previous year 7.97%).

The final divided, if approved, will be paid within 30 days of declaration:

(I) to those members, holding shares in physical form, whose names appear on the Register of Members of the Company at the close of business hours on 19th September, 2011, after giving effect to all valid transfers in physical form lodged with the Company or its Registrar and Shares Transfer Agent on or before 19th September, 2011; and

(ii) to those beneficial owners, holding shares in electronic form, whose names appear in the statement of beneficial owners furnished by the Depositories to the Company as at close of business hour on 19th September, 2011.

5. TRANSFER TO INVESTOR EDUCATION & PROTECTION FUND

In terms of Section 205A (5) and 205C of the Companies Act, 1956, the Company has deposited ₹ 58,586 and ₹ 25,918 being un-claimed final dividend for the year 2002-03 and interim dividend for the year 2003-04 respectively in the "Investor Education and Protection Fund" established by the Central Government.

6. ACCOUNTS & AUDIT

The Directors of the view that the notes appended to the accounts and referred to by the auditors in their report are self explanatory and do not require elucidation.

7. SEGMENT REPORTING

A separate reportable segment forms part of Notes to the Accounts.

8. CASH FLOW ANALYSIS

The Cash Flow Statement for the year, under reference in terms of Clause 32 of the Listing Agreement entered by the Company with the Stock Exchanges, is annexed with the Annual Accounts of the Company.

9. SUBSIDIARY COMPANY

KRBL DMCC, Dubai:- a 100% subsidiary in the Dubai. The audited annual account For the period ended 31.03.2011 along with the Directors' and Auditors' Report are attached with the Annual Report as per the requirement of Section 212 of the Companies Act, 1956. During the Year Trading License has been renewed by DMCC and a fresh License was issued. Mr. Anoop Kumar Gupta, Director of the Company has been named as Manager in the Trading License. In the financial year under review the net profit of the company was ₹ 4.82 Crore (Previous Year ₹ 17.43 Crore).

K.B. Exports Private Limited:-During the year under review company has acquired 21,00,000 equity shares, pursuant to this acquisition K. B. Exports Private limited was became subsidiary of the KRBL Limited . The audited annual accounts For the period ended 31.03.2011 along with the Directors' and Auditors' Report are attached with the Annual Report as per the requirement of Section 212 of the Companies Act, 1956.

10. CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Accounting Standard AS-21 on Consolidated Financial Statements read with Accounting Standard AS-23 on Accounting for investment in Associates, your Directors provide the audited Consolidated Financial Statements in the Annual Report.

11. AUDITORS

M/s.Vinod Kumar Bindal & Co., Chartered Accountants, Delhi, the statutory auditors of the Company are the retiring auditors and being eligible, offers themselves for re-appointment. The Certificate u/s 224(1B) of the Companies Act, 1956 has been obtained from them. Your directors recommend their re-appointment and they are not disqualified for such appointment/reappointment within the meaning of Section 226 of the said Act.

12. PUBLIC DEPOSITS

The Company has not accepted any deposits from public within the meaning of Section 58A and 58AA of the Companies Act, 1956, and read with the Companies (Acceptance of Deposit) Rules, 1975, during the year under review.

13. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Details of energy conservation and research and development activities undertaken by the company along with the information in accordance with the provision of section 217(1)(e) of the companies Act, 1956, read with the companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are given in Annexure 'A' to the Directors' Report.

14. RATINGS

During the year under review, the Company received various ratings, which are as follows:

- In May, 2011, "CRISIL" has review its "Independent Equity Research" and assigned 3/5 on fundamentals and 5/5 on valuations. CRISIL assigns fundamental grade of 3/5 i.e. "Good" to the company against other listed peers on account of its established brand presence, anticipated strong revenue growth, expected ROE expansion and strong position in the market. The valuation grade of 5/5 indicates that the stock has "Strong Upside" to the Current market price;

- In October, 2010, "ICRA" upgrades long term rating for bank facilities to LA+; reaffirms A1 rating for Short term bank facilities;
- In October, 2010, "ICRA" has also assigned rating of A1+ (pronounced as A one plus) for commercial paper (CP).

15. DIRECTORS

In accordance with the provisions of section 255 of the Companies Act, 1956 and Article 89 of the Articles of Association of the Company, Mr. Ashok Chand and Ms. Priyanka Mittal retire by rotation at the forthcoming Annual General Meeting and, being eligible, offers themselves for re-appointment. Your Directors recommend their re-appointment.

Brief resume of Directors proposed to be appointed/ reappointed, nature of their expertise in specific functional areas and names of companies in which they hold directorships and memberships/chairmanships of Board Committees, as stipulated under Clause 49 of the Listing Agreement with Stock Exchanges are provided in the Report on Corporate Governance forming part of the Annual Report.

16. PERSONNEL

During the year under review, no employees, whether employed for the whole or part of the year, was drawing remuneration exceeding the limits as laid down u/s. 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended. Hence the details required under Section 217 (2A) are not given.

17. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, we hereby state:

i. that in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures;

ii. that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2011 and of the profits of the Company for that period.

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.

18. CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement entered by the Company with the Stock Exchanges, a separate section titled `Report on Corporate Governance' has been included in this Annual Report along with the Certificate on its compliance.

19. DEPOSITORY SYSTEMS

As the members are aware, the Company's shares are compulsorily tradable in electronic form. As on March 31, 2011, almost 99.80% of the Company's paid-up capital representing 242630850 equity shares are in dematerialized form with both the depositories as compared to 99.79% representing 242615250 equity shares for the previous year ending March 31, 2010.

Your Company has established connectivity with both depositories – National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). In view of the numerous advantages offered by the depository system, member holding shares in physical mode are requested to avail of the dematerialization facility with either of the depositories.

Your Company has appointed M/s. Alankit Assignments Limited, a Category-I SEBI registered R & T agent as its Registrar and Transfer Agent across physical and electronic alternatives.

20. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

A detailed review of operations, performance and future outlook of the company is given separately under the head "Management Discussion & Analysis Report" as stipulated under clause 49 of the Listing Agreement with the stock exchanges.

21. COMPANY'S EQUITY SHARES ARE LISTED ON THE FOLLOWING STOCK EXCHANGES

I. National Stock Exchange of India Limited
"Exchange Plaza" C-1, Block G
Bandra-Kurla Complex,
Bandra (East), Mumbai – 400051

II. Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400001

The Company has paid the Annual Listing Fee for the financial year 2011-12 to the stock exchanges.

The Company has paid custodial fees for the financial year 2011-12 to National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL) on the basis of numbers of beneficial accounts maintained by them as on March 31, 2011.

22. APPRECIATION

The Board acknowledges with gratitude the co-operation and assistance provided to your company by its bankers, financial institutions, and government as well as non-government agencies. The Board wishes to place on record its appreciation to the contribution made by employees of the company during the year under review. The company has achieved impressive growth through the competence, hard work, solidarity, cooperation and support of employees at all levels. Your Directors thank the customers, clients, vendors and other business associates for their continued support in the company's growth. Your directors are thankful to the shareholders and depositors for their continued patronage.

For & on behalf of the Board of Director

Sd/-

Place : Delhi
Date : 10th August, 2011

Anil Kumar Mittal
Chairman & Managing Director

ANNEXURE 'A' TO DIRECTORS' REPORT

Particulars required under the companies (Disclosure of Particulars in the Report of The Board of Directors) Rule ,1988

A CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken:

At Ghaziabad Unit

Following are the key changes done in during the year to conserve energy and to provide automation to for optimum production:

i. Installation of VFD at Boiler Feed Pump to run the pump at lower RPM leads to energy saving of approx. 320 kW/day.

ii. Installation of VFD at cooling tower fan to run the fan in close loop with cooling water temperature. Single VFD was installed to control the speed of all five fans.

iii. Bag filter interlocking with silky m/c to avoid idle running of Bag filter.

iv. Commissioning of Vapour absorption Chiller for air conditioning of new office block.

v. Installation of sensor for interlocking of machine to reduce idle running of m/c.

vi. Installation of 3D Trasar system from NALCO for optimum dose of chemical in cooling tower. This will result in scale and corrosion free condenser. This will give the better condenser efficiency.

At Dhuri Unit

i. Health of all the motors in the plants is being monitored with the help of load manager and the repairs/rectifications are being implemented accordingly.

ii. Routine inspection of all the belt drives is being done by standard tension meters and defective belts are being replaced in time.

iii. Addition of 1.80 MW turbine to increase the power capacity

iv. All the steam pipelines and vessels are being inspected for insulation adequacy. Damaged insulation is repaired/replaced immediately.

v. Thermodynamic and bucket type traps in solvent extraction plant are replaced with float type traps in solvent extraction plant.

vi. Schedule cleaning of heat exchanger of various plants is being carried out.

(b) Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: Nil.

(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:

Energy conservation measures have helped the Company in its drive towards cost reduction substantially. Direct energy costs reduced approximately by ₹ 450 Lacs during the year over previous year on account of measures taken. By above measures energy saved per day is approximately 3000 units (Ghaziabad).

FORM - A

Form for disclosure of particulars with respect to Conservation of Energy:2010-11

(a) Power and Fuel Consumption

	Particulars	Current Year	Previous Year	Reason For Variation
1	**Electricity**			
	(A) Purchased			
	Unit	40,58,000	45,98,500	Decrease due to captive consumption of own power
	Total Amount	2,11,82,760	2,29,18,860	
	Rate/Unit	5.22	4.98	
	(B) Own Generation			
	(i) Through Diesel Generator			
	Unit	5,86,374	5,79,689	Increase in production capacity
	Units per ltr. of diesel oil	3.11	3.12	
	Cost/Unit	10.81	9.96	
	(ii) Through Steam Turbine			
	Unit	3,38,69,770	3,15,72,182	Increase in production capacity
	Husk/Unit (in KG)	1.58	1.49	
	Cost/Unit	2.58	1.80	
2	**Coal(Specify quantity and where used)**			
	Quantity(tonnes)	Nil	Nil	
	Total Cost	NA	NA	
	Average rate	NA	NA	
3	**Furnace Oil**			
	Quantity(k. ltrs)	Nil	Nil	
	Total Cost	NA	NA	
	Average rate	NA	NA	
4	**Other/internal generation**			
	Quantity	Nil	Nil	
	Total Cost	NA	NA	
	Rate/Unit	NA	NA	

(b) Total energy consumption and energy consumption per unit of production:

Total energy consumption are as under:

Unit	2010-11	2009-10
Ghaziabad	1,26,82,649	1,41,21,699
Dhuri	1,34,15,943	1,14,07,472

Energy consumption per MT of production are as under:

	2010-11	2009-10
Dhuri		
Rice Bran Oil	324	308
Rice	99	92
Ghaziabad		
Rice	119	85

FORM B
[SEE RULE 2]
Form for disclosure of particulars with respect to technology absorption 2010-11

Research and Development (R & D)

1. Specific areas in which R & D carried out by the company

   i) Development, testing and specification setting of packaging materials.

   ii) Formulation and evaluation of Agricultural inputs to enhance farm productivity, crop quality and for other such applications.

   iii) The Company is conducting its R & D activities for developing the process of manufacturing Liquid Glucose, Maltodextrin and Gluten.

2. Benefits derived as a result of the above R & D

   i) Cost reduction, import substitution and strategic resource management.

   ii) Quality evaluation of finished products and raw materials.

   iii) Ensuring product quality.

   v) Value addition to existing by product i.e. Rice Kinki resulting into higher realization by production of Liquid Glucose, Maltodextrin etc in the years to come.

   iv) Entering new market segments.

3. Future plan of action

   i) Reducing packaging weight / volume.

   ii) Roll out of new range of differentiated products of international quality.

   iii) Improvement of process and resource use efficiencies.

   iv) Enlarge the scope of Agri-inputs options.

   v) All the efforts are being continued in the directions of product/process development as mentioned above.

4. Expenditure on R & D (₹ In Lacs)

(a)	Capital	0.00	(P.Y. 0.17)
(b)	Recurring	220.03	(P.Y. 161.96)
(c)	Total	220.03	(P.Y. 162.13)
(d)	Total R & D expenditure as a percentage of total turnover	0. 14	(P.Y. 0.10)

Technology absorption, adaptation and innovation

1. Efforts, in brief, made towards technology absorption, adaptation and innovation:

   Technologies were successfully absorbed, resulting in a high production and new product development to meet existing and new customer requirements.

   Technology innovations were successfully implemented to increase production and reduce the consumption of raw material, energy and utilities.

2. Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, import substitution,

etc.: Low density Boiler was commissioned to cope with existing turbine depending on the usage.

3. In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year), following information may be required

   (a) Technology imported:

   Company continuously import Plant and Machinery like High Poly Polisher, Sorted-Z4, Indent Cylinder, Strech Wrapping Machine Forks Lift, Heater Assb from Germany, UK, USA, Austria, Japan, Thailand, etc for grading and sortex of rice to the satisfaction of the customers.

   (b) Year of import: 2010-11

   Has technology been fully absorbed: Technology imported and fully absorbed.

   If not fully absorbed, areas where this has not taken place, reasons therefore and future plans of action: NA

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans:

The Company mainly deals in Agri-products like rice, which are sold throughout the world and in the domestic market under various brand names like: India Gate, Doon, Nur Jahan, Bemisal, Lotus and Aarati, India Gate Classic. Company's brand India Gate Classic has got a overwhelming response in overseas market. Company has made its Dhuri plant fully operational to have economies of scale of mass production to become more competitive in international market.

Your Company is an ISO-9001-2000 certified Company with KOSHAR and HACCP (Hazard Analysis & Critical Control Point) Certifications.

(b) Total foreign exchange used and earned

The Company is engaged continuously in exploring new international markets. During the year under review, the Company reported exports (FOB value) of ₹ 626,58,88,930 (Previous Year ₹ 881,16,32,102).

During the year under review, Company expended ₹ 20,30,60,137 (Previous Year ₹ 18,56,46,779) in foreign exchange while earnings in foreign exchange were ₹ 642,80,07,277 (Previous Year ₹ 892,64,88,897). Thus the net inflow in foreign exchange was ₹ 622,49,47,140 (Previous Year ₹ 874,08,42,118) during the year under review.

REPORT ON CORPORATE GOVERNANCE

CORPORATE GOVERNANCE

The Company continues to focus on good corporate governance, in line with local and global standards. Its primary objective is to create and adhere to a corporate culture of conscience and consciousness, integrity, transparency and accountability for efficient and ethical conduct of business for meeting its obligations towards shareholders and other stakeholders.

KRBL'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

KRBL believes that good corporate governance practices should be enshrined in all activities of the Company. This would ensure efficient conduct of the affairs of the Company and help the Company to achieve its goal of maximizing value for all stakeholders. The Company will continue to focus its resources, strengths and strategies to achieve its vision, while upholding the core values of transparency, integrity, honesty and accountability, which are fundamental to the Company.

The Company has a strong legacy of fair, transparent and ethical governance practices. The Company's corporate governance philosophy has been further strengthened through the Company's Code of Conduct, Code of Conduct for prevention of Insider Trading. We believe that an active, well-informed and independent Board is necessary to ensure the highest standards of Corporate Governance.

The Company has reviewed and revised its governance practices so as to implement the provisions of the revised Clause 49 of the Listing Agreement formulated by the Stock Exchanges on the direction of Securities and Exchange Board of India (SEBI).

The Company, in line with KRBL philosophy, truly believes in independence, responsibility, transparency, professionalism, accountability and code of ethics, which are the basic principles of corporate governance. The Company always believes to achieve optimum performance at all levels in adopting and adhering to best corporate governance practices. The Company has always focused on corporate governance as a means to maximize long-term shareholders' value through disciplined and sustained growth and value creation.

The Company always strives hard to achieve establishment of internal controls and risk management; internal and external communications; and high standards of safety, health and environment management, accounting fidelity, product and service quality. The Company also believes that for a company to succeed, it must consistently maintain commendable standards of corporate conduct towards its employee, customers and society.

BOARD OF DIRECTORS AND THEIR ROLES

Composition and Role of Directors:

The KRBL Board is a balanced Board, comprising of Executive and Non-Executive Directors. The Non-Executive Directors include Independent Professionals. All the Non Executive Directors are drawn from amongst eminent professionals with experience in Business/Finance/Law/Public Enterprises. Directors are appointed and reappointed with the approval of the Shareholders. All Directors are retiring by rotation except Managing Directors of KRBL. In terms of the Articles of Association of the company, the strength of the Board shall not be fewer that three and not more than twelve. The present strength of the Board is ten, of which five are executive directors.

The primary role of the Board is that of trusteeship to protect and enhance shareholder value through strategic supervision of KRBL and its wholly owned subsidiaries. As trustees, the board ensures that the company has clear goals relating to shareholder value and its growth. The Board sets strategic goal and seek accountability for their fulfillment. The Board also provides direction and exercises appropriate control to ensure that the Company is managed in a manner that fulfils stakeholders' aspirations and societal expectation.

In terms of the Company's Corporate Governance Policy, all statutory and other significant and material information are placed before the Board to enable it to discharge its responsibility of strategic supervision of the Company trustees of shareholders.

The following is the composition of Board as on 31st March, 2011:

Category	No. of Directors	% of Total No. of Directors
Executive Directors	5	50
Non-Executive/ Independent Directors	5	50
Total	**10**	**100**

Name of Directors	Category	No. of other Directorship(s)*	No. of Membership (s) / Chairmanship (s) of Board Committee of other Companies**
Executive Directors			
Mr.Anil Kumar Mittal	Chairman & Managing Director	2	Nil
Mr.Arun Kumar Gupta	Joint Managing Director	2	Nil
Mr.Anoop Kumar Gupta	Joint Managing Director	2	Nil
Ms. Priyanka Mittal	Whole Time Director	Nil	Nil
Mr. Ashok chand	Whole Time Director	Nil	Nil
Non-Executive Directors			
Dr. Narpinder Kumar Gupta	Independent Director	5	Nil
Mr. Vinod Ahuja	Independent Director	3	Nil
Mr. Ashwani Dua	Independent Director	Nil	Nil
Mr. Shyam Arora	Independent Director	Nil	Nil
Mr. Gautam Khaitan	Independent Director	12	10

* Excludes Directorship in Indian Private Limited Company and Foreign Companies, Membership of Managing Committees of Chambers of Commerce / Professional Bodies and Alternative Directorship

** Represents Membership/Chairmanship of Audit Committee and Investor Grievance Committee of Indian Public Limited Company

Meeting and Attendance

The Company's Corporate Governance Policy requires the Board to meet at least four times in a year. The maximum gap between two board meetings is not more than four month as prescribed under Clause 49 of the Listing Agreement. Meetings are governed by a structured agenda. The Board members, in consultation with the chairman, may bring up any matter for the consideration of the Board. All major agenda items are backed by comprehensive background information to enable Board to take decision.

Details of Board Meetings during the Financial Year

During the financial year ended on 31st March, 2011, Eight meetings of the Board were held, as follows:

Sl. No.	Date	Board Strength	No. of Directors Present
01.	22.05.2010	10	6
02.	10.08.2010	10	8
03.	16.10.2010	10	7
04.	11.11.2010	10	8
05.	13.11.2010	10	6
06.	27.12.2010	10	6
07.	25.01.2011	10	6
08.	09.02.2011	10	8

Attendance at Board Meeting and at Annual General Meeting (AGM) during the Financial Year

Name of Directors	No. of Board Meetings Attended	Attendance at the last AGM
Mr. Anil Kumar Mittal	8	Present
Mr. Arun Kumar Gupta	8	Present
Mr. Anoop Kumar Gupta	8	Present
Dr. Narpinder Kumar Gupta	2	Absent
Mr. Ashok chand	8	Present
Mr. Vinod Ahuja	6	Absent
Ms. Priyanka Mittal	6	Absent
Mr. Shyam Arora	Nil	Absent
Mr. Ashwani Dua	8	Present
Mr. Gautam Khaitan	1	Absent

COMMITTEES

I. Audit Committee

1. Terms of Reference:

The Audit Committee has been mandated with the same terms of reference as specified in the revised Clause 49 of the Listing Agreement with the Stock Exchanges and covers all aspects stipulated by the SEBI Guidelines. The current terms of reference also fully confirm to the requirements of Section 292A of the Companies Act, 1956.

The audit committee reviews with the management and both the statutory auditors and internal auditors all aspects of the financial results, effectiveness of internal audit processes, taxation matters and Company's risk management strategy.

The terms of reference of the Audit Committee are broadly as under:

a) Discussion with the statutory auditors before the audit starts, regarding nature and scope of the audit and the post audit outcome.

b) Review of financial reporting process and the disclosure of its financial information to ensure that the financial statements reflect a true and fair position.

c) Recommending the appointment and removal of statutory auditors and audited financial results.

d) Review of unaudited and audited financial results.

e) Review of financial and risk management policies of the company.

f) Review of the adequacy of internal control systems.

g) Review the findings of any internal investigations by the internal auditors.

Composition, Name of Members and Chairman

The Audit Committee comprises of four members out of which three are non-executive directors and one is executive director and out of four, three are independent. Mr. Ashwani Dua is the present chairman and he has considerable financial expertise and experience. The composition of the Audit Committee is as follows:

Mr. Ashwani Dua	Non-Executive & Independent	Chairman
Mr. Vinod Ahuja	Non-Executive & Independent	Member
Mr. Gautam Khaitan	Non-Executive & Independent	Member
Mr. Anoop Kumar Gupta	Executive & Joint Managing Director	Member

Meeting and Attendance

During the Financial Year ended 31st March, 2011, four meetings of the Audit Committee were held, as follows:

Sl. No.	Date	Committee Strength	No. of Members Present
01.	22.05.2010	4	3
02.	10.08.2010	4	3
03.	11.11.2010	4	4
04.	09.02.2011	4	3

Attendance at Audit Committee Meetings during the Financial Year

Mr. Ashwani Dua	4
Mr. Vinod Ahuja	4
Mr. Gautam Khaitan	1
Mr. Anoop Kumar Gupta	4

II. Remuneration Committee

The Remuneration Committee comprises of three members and all are non-executive directors and independent directors. Mr. Ashwani Dua is the present chairman of the remuneration committee.

The composition of the Remuneration Committee is as follows:

Mr. Ashwani Dua	Non-Executive & Independent	Chairman
Mr. Vinod Ahuja	Non-Executive & Independent	Member
Mr. Gautam Khaitan	Non-Executive & Independent	Member

Terms of Reference

The Remuneration Committee has been constituted to recommend/review remuneration of Managing Directors and Whole Time Directors, base on their performance and defined assessment criteria.

Meeting and Attendance

Name of Member	Number of Meetings Attended
Mr. Ashwani Dua	1
Mr. Vinod Ahuja	1
Mr. Gautam Khaitan	Nil

Remuneration Policy and Details of Remuneration

The remuneration policy of the Company is directed towards rewarding performance, based on review of achievements on a periodic basis. The remuneration policy is in consonance with the existing industry practice.

Remuneration and commission paid to the managing directors, whole time directors and non executive directors during the period from 01.04.2010 to 31.03.2011:

Name of Director	Sitting Fee (₹)	Salaries and Perquisites (₹)	Commission (₹)	Total (₹)
Mr. Anil Kumar Mittal	Nil	60,39,600	Nil	60,39,600
Mr. Arun Kumar Gupta	Nil	60,39,600	Nil	60,39,600
Mr. Anoop Kumar Gupta	Nil	60,39,600	Nil	60,39,600
Mr. Ashok Chand	Nil	25,23,600	Nil	25,23,600
Ms. Priyanka Mittal	Nil	18,39,600	Nil	18,39,600
Dr. Narpinder Kumar Gupta	Nil	Nil	Nil	Nil
Mr. Vinod Ahuja	Nil	Nil	Nil	Nil
Mr. Ashwani Dua	Nil	Nil	Nil	Nil
Mr. Shyam Arora	Nil	Nil	Nil	Nil
Mr. Gautam Khaitan	Nil	Nil	Nil	Nil
Total	**Nil**	**2,24,82,000**	**Nil**	**2,24,82,000**

Shares and Options of Directors

Name of Directors	No. of Ordinary Shares of ₹1/- each held (singly/jointly or as a Karta of HUF) as on 31st March, 2011	No. of option granted during the Financial Year
Mr. Anil Kumar Mittal	29161010	Nil
Mr. Arun Kumar Gupta	23981000	Nil
Mr. Anoop Kumar Gupta	26160000	Nil
Dr. Narpinder Kumar Gupta	29000	Nil
Mr. Ashok Chand	Nil	Nil
Ms. Priyanka Mittal	250000	Nil
Mr. Vinod Ahuja	Nil	Nil
Mr. Ashwani Dua	Nil	Nil
Mr. Shyam Arora	Nil	Nil
Mr. Gautam Khaitan	Nil	Nil

III. Shareholders/Investors Grievance Committee

1. Terms of Reference

In order to give appropriate level of focus to shareholders and investor related matters, the company has a `Shareholders/Investors Grievance Committee' which look into various issues relating to shareholders like transfer, transmission, issue of duplicate share certificates, dematerialization of shares as well as non-receipt of dividend, non-receipt of Annual Report, non-receipt of Share Certificates after transfer and delays in transfer of shares and other miscellaneous issues.

2. Composition

The Committee comprises of three Non-Executive Directors and all are independent. Mr. Ashwani Dua is the Chairman of the Committee and he is a Non-Executive and Independent Director.

3. Complaints

During the financial year ended 31st March, 2011, 6 (Six) investor complaints were received. All complaints have been resolved to the satisfaction of shareholders within a reasonable time.

4. Meetings and Attendance

The Committee has been holding regular meetings to ensure compliance with the provisions of the Companies Act, 1956 and the Listing Agreement and ensure proper services to investors. During the financial year ended 31st March, 2011, four meetings have been held. The attendance of members at these meetings is as follows:

Name of Member	Category	Number of Meetings Attended
Mr. Ashwani Dua	Non-Executive & Independent	4
Mr. Vinod Ahuja	Non-Executive & Independent	4
Mr. Gautam Khaitan	Non-Executive & Independent	1

Mr. Gautam Khaitan has been resigned from the membership in Audit Committee and Shareholders/Investors Grievance Committee w.e.f. 30/03/2011.

CODE OF CONDUCT

The KRBL Code of Conduct, as adopted by the Board of Directors, is applicable to all Directors, Senior Management and Employees of the Company. The Code of Conduct of the Company covers substantial development, disclosure of material information, integrity of financial reporting, continuous improvement of the internal control system and sound investor relations.

Declaration as required under Clause 49 of the Listing Agreement

All Directors and Senior Management of the Company have affirmed Compliance with the KRBL Code of Conduct for the financial year ended 31st March, 2011

Sd/-

New Delhi — Anil Kumar Mittal

10th August, 2011 — Chairman & Managing Director

KRBL Code of Conduct for Prevention of Insider Trading

KRBL has a Code of Conduct for Prevention of Insider Trading in the shares of the company. The code prohibits the Directors and Employees of the company from purchasing or selling of share while in possession of unpublished price sensitive information as per the provisions of SEBI (Prohibition of Insider Trading) Regulations, 1992.

GENERAL BODY MEETINGS

Location and time of last three Annual General Meetings are as under:

Year	Venue	Date	Time
2010	4, Bougainvellea Avenue, Village Rajokari, New Delhi-110037	21.09.2010	11.00 A.M.
2009	4, Bougainvellea Avenue, Village Rajokari, New Delhi-110037	29.09.2009	11.00 A.M.
2008	4, Bougainvellea Avenue, Village Rajokari, New Delhi-110037	29.09.2008	11.00 A.M.

There was no Extra Ordinary General Body Meeting held in the last three years.

Special Resolution passed in the previous Three AGMs

I. In the AGM on 21st September, 2010

i. Revision in remuneration of Ms. Priyanka Mittal

II. In the AGM on 29th September, 2009

i. Re-appointment of Mr. Anil Kumar Mittal as Chairman & Managing Director and Revision in Remuneration

ii. Re-appointment of Mr. Arun Kumar Gupta as Joint Managing Director and Revision in Remuneration

iii. Re-appointment of Mr. Anoop Kumar Gupta as Joint Managing Director and Revision in Remuneration

iv. Re-appointment of Mr. Ashok Chand as Whole Time Director and Revision in Remuneration

v. Increase in FII Limit from 24% to 49%

III. In the AGM on 29th September, 2008

No Special Resolution.

Postal Ballot

- Whether Special Resolutions were put through Postal Ballot last Year :- No
- Are votes proposed to be conducted through Postal Ballot this Year :- No

DISCLOSURES

Disclosure on materially significant related party transactions

Related party transactions as required by the Accounting Standard (AS) 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India (ICAI) have been disclosed at Schedule 20 of the Annual Accounts. Member may refer to the notes to accounts for details of related party transactions. However, these are not having potential conflict with the interest of the company at large.

Details of Non-Compliances, Penalties and Strictures by Stock Exchanges/SEBI/ Statutory Authorities on any matter related to Capital Markets during the last three years

The Company has complied with the requirement of regulator authorities on Capital Market and no penalties or strictures imposed on the Company by `the Stock Exchanges, SEBI or any other statutory authority, on any matter relating to the capital markets during the last three years.

Whistle Blower Policy

The Company does not have any Whistle Blower Policy as of now but no personnel is being denied any access to the Audit Committee.

Pecuniary relationships or transactions with Non-Executive Directors

There are no pecuniary relationships or transactions with Non-Executive Directors.

Material non-listed subsidiary companies as defined in Clause 49 of the Listing Agreement with the Stock Exchanges

The Company has no material non-listed Indian subsidiary company as defined in Clause 49 of the Listing Agreement.

Disclosure regarding appointment or re-appointment of Directors and Managing Directors

Given below are the abbreviated resumes of the Directors of KRBL Limited, who retires by rotation:

- **Mr. Ashok Chand** (59) is Whole Time Director of KRBL Limited. He is having 37 years of experience in the field of engineering and food processing industry. He has done B. E. Honors (Mechanical) in the year 1974 and got II Rank in Bhopal University. Mr. Ashok Chand has also done Post Graduate Diploma in Personnel Management and Industrial Relation, and has also obtained Certificate of Entrepreneurship from Indian Institute of Management, Ahmedabad. He has worked in Middle and Senior Management levels in various companies like Engineers India Limited & Dalmia Industries Limited.

- **Ms. Priyanka Mittal** (34) is Whole Time Director of KRBL Limited. She has done BS in Business Management from University of Southern California, Los Angeles, USA. She is also a Chartered Financial Analyst (AIMR) Candidate, Level II. She has also worked with Merrill Lynch, Private Client Group and Dirst Quadrant, a quantitative investment Management Company in USA.

Further, the relevant details forms part of the Notice of the Annual General Meeting, annexed to this Annual Report.

Details of compliance with mandatory requirement

All mandatory requirements have been appropriately complied with.

NON-MANDATORY REQUIREMENT UNDER CLAUSE 49 OF THE LISTING AGREEMENT

The status of compliance with the non-mandatory requirements of Clause 49 of the Listing Agreement are provided below:

1. **Non-Executive Chairman's Office**

   The Chairman of the Company is the executive chairman and hence this provision is not applicable.

2. **Tenure of Independent Directors**

   No minimum or maximum tenure for Independent Directors has been specifically determined by the Board of Directors. However, all Directors except Managing Directors are liable to be retired by rotation as per the provisions of Articles of Association of the Company.

3. **Remuneration Committee**

   The Remuneration Committee has been constituted to recommend/review remuneration of Managing Director and Whole Time Directors, base on their performance and defined assessment criteria.

4. **Shareholder Rights**

   Half-yearly results including summary of the significant events are presently not being sent to shareholders of the Company.

5. **Audit Qualification**

   It is always the Company's endeavor to present unqualified financial statements. There are no audit qualifications in the Company's financial statements for the year ended 31st March, 2011.

6. **Training of Board Member**

   There was no Directors' training program during the year ended 31st March, 2011.

7. **Mechanism for evaluating non-executive Board Members**

   Non-Executive Directors were being always evaluated by their own peer in the Board meetings during the year 2010-11 although there was no formal peer group review by the entire Board except the Directors concerned.

8. **Whistle Blower Policy**

   Company does not have any Whistle Blower Policy as of now but no personnel is being denied any access to the Audit Committee.

9. **Nomination Facility**

   Shareholders holding shares in physical form and desirous to making a nomination in respect of their shareholding in the company, as permitted under Section 109A of the Companies Act, 1956, are requested to submit to the Company.

MEANS OF COMMUNICATION

Financial Results and Annual Reports ect.:

The Quarterly Unaudited Financial Results and the Annual Audited Financial Results as approved and taken on record by the Board of Directors of the company are published during the year under review in leading national newspapers, i.e. Economic Times, Nav Bharat Times and are also sent immediately to all the Stock Exchanges with which the shares of the company are listed.

The quarterly and annual financial statements, balance sheet, profit & loss account, directors' report, auditors' report cash flow statements, corporate governance report, report on management discussion and analysis and shareholding pattern, etc. can also be retrieved by investors from the website of the Company www.krblrice.com.

MANAGEMENT

Management Discussion and Analysis Report

The Management Discussion & Analysis Report forms part of this Annual Report and given separately.

GENERAL SHAREHOLDER INFORMATION

Annual General Meeting

Date & Time	:	27th Spetember, 2011 at 10.30 A.M.
Venue	:	4, Bougainvellea Avenue, Village Rajokari, New Delhi – 110 037
Financial Calendar	:	The Financial Year of the Company covers 1st April to 31st March
Financial Reporting for		
- Quarter ending June 30, 2011	:	By Second Week of August, 2011
- Quarter ending September 30, 2011	:	By Second Week of November, 2011
- Quarter ending December 31, 2011	:	By Second Week of February, 2012
- Quarter ending March 31, 2012	:	By Second Week of May, 2012
- Annual General Meeting	:	By end of September, 2012
Date of Book Closure	:	28th September, 2011 to 27th September, 2011 (both the days inclusive)
Dividend Payment Date	:	On or after 03rd October, 2011

Registrar and Share Transfer Agents and Share Transfer System

The Company has appointed M/s. Alankit Assignments Ltd., Alankit House, 2E/21, Jhandewalan Extension, New Delhi-110055 as its Registrar and Transfer Agent (RTA) for Electronic Mode of Transfer of both the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL) and for physical transfer of shares.

The Company's shares are traded in the Stock Exchanges compulsorily in demat mode. Physical shares which are lodged with the Registrar and Transfer Agents/ or with the Company for transfer are processed and returned to shareholders duly transferred within the time limit stipulated in the Listing Agreement subject to the documents being in order.

Dematerialization of Shares and liquidity

The Company's shares are required to be traded in the dematerialized form and are available for trading under both the depository systems in India – NSDL and CDSL. The International Securities Identification Number (ISIN) allotted to the Company's Shares under the depository system is INE001B01026. The Annual Custodial Fees for the financial year 2011-12 has been paid to the depositories.

During the year under review 22100 shares of the company covered in 15 requests were converted into dematerialized form. As on 31st March, 2011, 242630850 shares of the company constituting 99.80% of the paid up share capital are in dematerialized form.

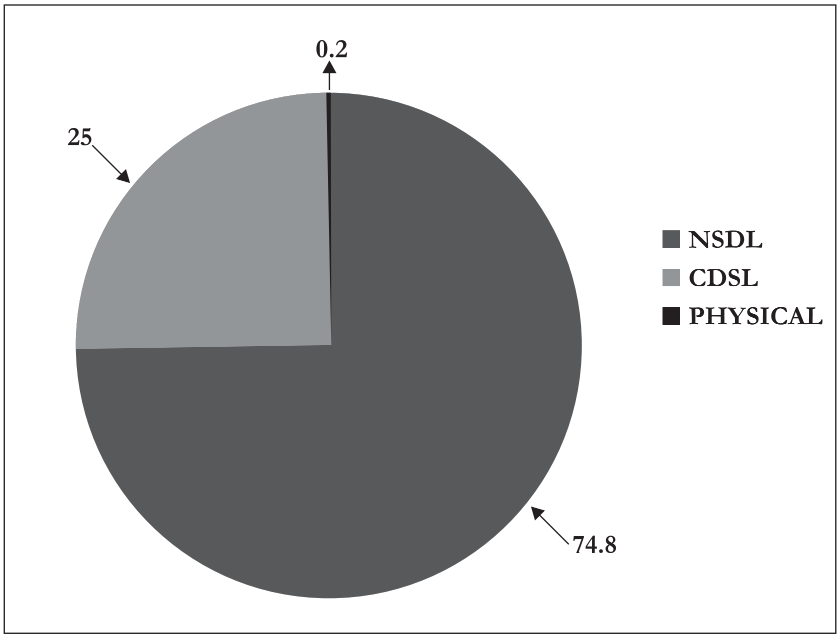
For guidance on depository services, shareholders may write to the company or to the respective depositories:

National Securities Depository Limited (NSDL)	**Central Depository Services (India) Limited (CDSL)**
Trade World, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai – 400013 Telephone: 022 – 24994200 Facsmile: 022 – 24972933 E-mail: investors@nsdl.co.in Website: www.nsdl.co.in	Phiroze Jeejeebhoy Towers 28th Floor, Dalal Street Mumbai – 400023 Telephone: 022 – 22723333 Facsmile: 022 – 22723199 E-mail: info@cdslindia.com Website: www.cdslindia.com

Distribution of Shareholding as on 31st March, 2011

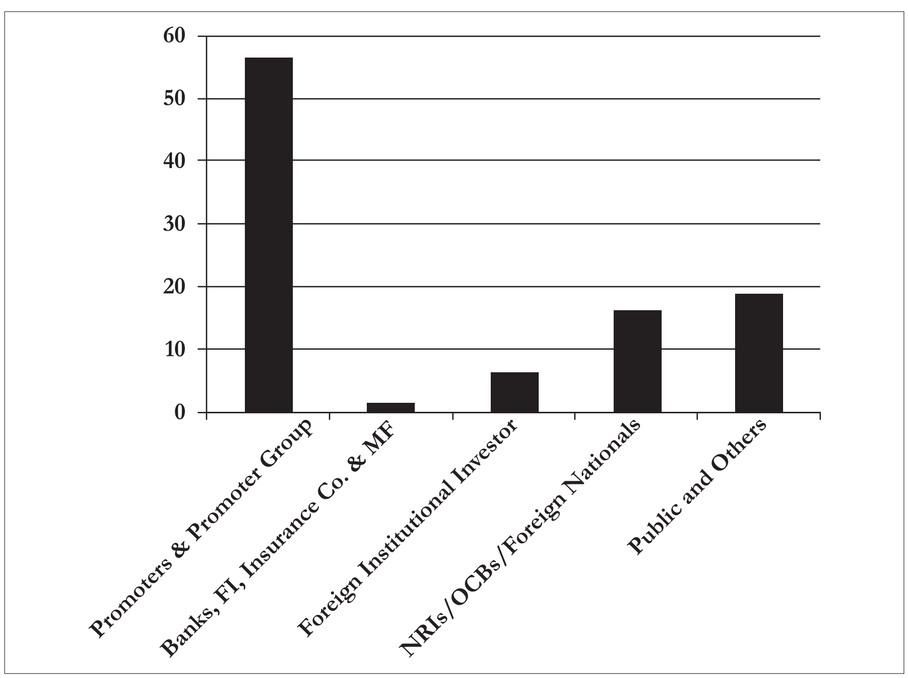
Range	No. of Shareholders	%age of Shareholders	Number of Shares	% of Total Shares
1 - 50	5020	17.09	143700	0.06
51 - 100	5698	19.39	546234	0.22
101 - 500	10810	36.79	3274639	1.35
501 - 1000	3903	13.28	3443057	1.42
1001 - 5000	3048	10.37	7511150	3.09
5001 - 10000	463	1.58	3563335	1.47
10001 - 50000	335	1.15	7222081	2.97
50001 - 100000	38	0.13	2743460	1.13
100000 & Above	64	0.22	214664284	88.29
Total	**29379**	**100.00**	**243111940**	**100.00**

Shares held in Physical and dematerial form as on 31st March, 2011



Category of Shareholders as on 31st March, 2011

Category	No. of Shares held	Percentage
Promoters & Promoter Group	137953160	56.74
Banks, Financial Institution, Insurance Company and Mutual Fund	3626515	1.49
Foreign Institutional Investors	15510599	6.38
NRIs/OCBs/Foreign Nationals	39884885	16.41
Public and Others	46136781	18.98
Total	243111940	100.00



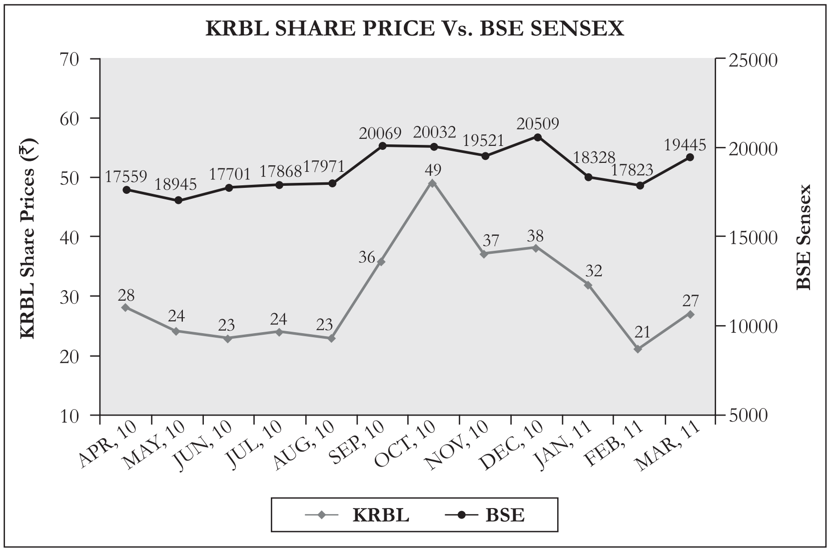
Top Ten Shareholders (Other than Promoters) as on 31st March, 2011

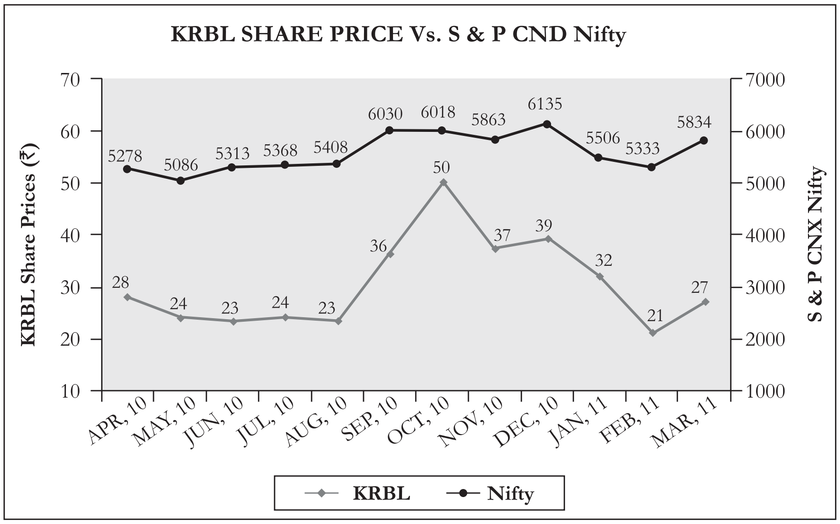
S. No.	Name	No. of Shares
01.	Reliance Commodities DMCC	22900000
02.	Abdulla Ali Obeid Balsharaf	7500000
03.	Omar Ali Obeid Balsharaf	7500000
04.	Som Nath Aggarwal	5674850
05.	CLSA (Mautitius Limited	5000000
06.	Swiss Finance Corporation (Mauritius) Ltd.	4120258
07.	Vocation Investment And Finance Co. Pvt. Ltd.	3227119
08.	HSBC Midcap Equity Fund	2672142
09.	Anil Kumar Goel	2502176
10.	Copthall Mauritius Investment Limited	2191983

Market Price Data

Monthly High and Low quotes and volume of shares traded on Bombay Stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE):

Month	Bombay Stock Exchange Limited				National Stock Exchange of India Ltd.			
	High (₹)	Low (₹)	No. of Shares Traded	Turnover (₹in Lacs)	High (₹)	Low (₹)	No. of Shares Traded	Turnover (₹in Lacs)
April, 2010	29.80	23.40	18607639	5030.60	29.80	23.40	31898646	8584.44
May, 2010	28.45	22.85	8895793	2254.91	28.70	23.00	15283457	3858.54
June, 2010	24.80	21.75	4064081	952.00	24.75	21.55	9272094	2167.93
July, 2010	25.75	23.15	3465583	844.32	25.75	23.15	7966603	1937.33
August, 2010	26.40	22.10	5163461	1271.15	26.40	20.70	10184202	2488.11
September, 2010	38.50	23.40	38748829	13369.62	38.65	23.50	80584375	28099.25
October, 2010	54.45	36.20	35657211	16552.61	54.65	36.20	67419398	31299.15
November, 2010	53.80	35.15	11109002	4999.84	53.90	35.05	19265775	8754.85
December, 2010	42.65	32.80	4338520	1635.79	42.90	32.60	10754440	4043.21
January, 2011	41.40	30.70	4234339	1595.89	41.45	30.80	9946795	3722.68
February, 2011	35.00	21.00	4266161	1217.91	34.95	21.05	11860126	3369.70
March, 2011	31.30	21.30	14013819	3926.10	31.30	21.50	33470882	9357.73





Outstanding ADRs/GDRs/Warrants or any convertible instruments, conversion date and likely impact on equity:

The Company had allotted 34,28,594 Nos. of underlying Equity Shares of ₹10/- each at a premium of ₹145.07625 aggregating to ₹5316.94 Lacs pursuant to the offer of 17,14,297 Global Depositary Receipts (GDRs) made by the Company on 24.02.2006 to foreign investors, in accordance with the provisions of Section 81 and 81(1A) of the Companies Act, 1956 and Issue of Foreign Currency Convertible Bonds and Ordinary Shares (Through Depositary Receipts Mechanism) Scheme, 1993, on preferential basis.

The Company's Global Depositary Receipts (GDRs) were listed on the Luxembourg Stock Exchange (Code: US4826571030), at de la Bourse de Luxembourg, 11, av de la Porter – Neuve, L-2227 Luxembourg. As all GDRs were converted into equity shares, so Company delist its GDR from Luxembourg stock exchange w.e.f. 07th July, 2010. However, listing of the underlying equity shares are continued on the Bombay Stock Exchange Limited and National Stock Exchange of India Limited, India.

Listing on Stock Exchanges and Stock Code

Stock Exchanges	
Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400001 Website: www.bseindia.com **Stock Code: 530813**	National Stock Exchange of India Limited Exchange Plaza, Bandra-Kurla Complex Bandra (E), Mumbai – 400051 Website: www.nseindia.com **Symbol: KRBL, Series: Eq.**

Compliance Officer

Dhiraj Kumar Jaiswal
Company Secretary
5190, Lahori Gate, Delhi – 110006
Phone: 011 – 43148400
E-mail: investor@krblindia.com

Unpaid Dividend

As per the provisions of Section 205A read with Section 205C of the Companies Act, 1956, the Company is required to transfer the dividend unpaid for a period of 7 years from the due date to the Investor Education and Protection Fund (IEPF) set up by the Central Government. Accordingly, the unclaimed final dividend for the year 2002-03 and interim dividend for the year 2003-04 have been transferred and necessary Statement in Form No. 1 pursuant to Rule 3 of the Investor Education and Protection Fund (Awareness and Protection of Investors) Rule, 2001 has been filed.

Time Frame of transfer of unclaimed dividend to Investor Education and Protection Fund (IEPF)

Date of Declaration of Dividend	Dividend for the year	Due Date of transfer to IEPF
29/09/2004	2003-04 (Final)	05/11/2011
26/09/2005	2004-05	02/11/2012
28/09/2006	2005-06	04/11/2013
27/09/2007	2006-07	03/11/2014
29/09/2008	2007-08	05/11/2015
29/09/2009	2008-09	05/11/2016
28/01/2010	2009-10 (Interim)	06/03/2017
21/09/2010	2009-10 (Final)	27/10/2017

Attention is drawn that the unclaimed final dividend for the Financial Year 2003-04 will be due for transfer to IEPF later this year. Communication has been sent by the Company to the concerned shareholders advising them to lodge their claim with respect to unclaimed dividend. Once unclaimed dividend is transferred to IEPF, no claims will lie in respect thereof.

Registered Office
5190, Lahori Gate, Delhi-110006
Phone: 011 - 43148400
Fax: 011 – 43148498 / 99
E-Mail: investor@krblindia.com

Registrar & Share Transfer Agents
Alankit Assignments Ltd.
Alankit House, 2E/21
Jhandewalan Extension, New Delhi – 110 055
Phone: (011) 42541955, 42541959

Plant Locations

1. Village Acheja, Bulandshahar Road, Dadri, Dist. Gautam Budh Nagar-203 307 U.P.
2. 29/15-29/16, Vill. Jindpur, G.T. Karnal Road, Alipur, Delhi -110 036
3. Plot No.258-260, Extented Lal Dora, Alipur, Delhi-110 036
4. Village Bhasaur, Tehsil Dhuri, Distt. Sangrur (Punjab)

On behalf of the Board of Directors

Sd/-
Anil K Mittal
Chairman & Managing Director

Place : Delhi
Date : 10th August, 2011

CERTIFIATE ON CORPORATE GOVERNANCE

To the members of M/s. KRBL Limited

We have reviewed the records concerning the Company's compliance of the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered into by the Company with the Stock Exchanges in India for the Financial Year ended on March 31, 2011.

The compliance of condition of Corporate Governance is the responsibility of the management. Our review was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither and audit nor an expression of an opinion on the Financial Statements of the Company.

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for examination and the information and explanations given to us by the Company.

Based on such review, and to the best of our information and according to the explanations given to us, in our opinion, the Company has complied, with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchanges of India.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For DMK Associates
Company Secretaries

Place : New Delhi
Date : 10th August, 2011

Sd/-
(Deepak Kukreja)
C.P. No. 8265

CEO AND CFO CERTIFICATION

We, Anil Kumar Mittal, Chairman & Managing Director and Anoop Kumar Gupta, Joint Managing Director, responsible for the finance function certify that:

a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2011 and to the best of our knowledge and belief:

   i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.

b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March 2011 are fraudulent, illegal or violative of the Company's code of conduct.

c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or proposes to take to rectify these deficiencies.

d) i) There has not been any significant change in internal control over financial reporting during the year under reference;

   ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and

   iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control systems over financial reporting.

Place : New Delhi
Date : 10th August, 2011

Sd/-
Joint Managing Director

Sd/-
Chairman & Managing Director

Consolidated Financial Statements

Contents

Auditors' Report 42
Balance Sheet 43
Profit and Loss Account 44
Schedule forming part of the Balance Sheet 45
Notes of the Financial Statement 52
Cash Flow Statement... 66

CONSOLIDATED AUDITORS' REPORT

To the Members of KRBL Limited

We have audited the attached consolidated balance sheet of KRBL Limited and its subsidiary (the Group) as at 31st March, 2011, and also the consolidated profit and loss account and the consolidated cash flow statement for the year ended on that date, annexed thereto. These consolidated financial statements are the responsibility of KRBL Limited's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We did not carry out the audit of the financial statements of the subsidiary, whose financial statements reflect the Group's share of total assets of ₹45.03 crores (P.Y. ₹38.83 crores) as at 31st March, 2011 and the Group's share of total revenues of ₹5.53 crores (P.Y ₹17.70 crore) for the year ended on that date, and net cash inflows amounting to ₹(33.67) Crore (P.Y. ₹39.07 crores) for the year ended on that date as considered in the consolidated financial statements. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us, duly certified by the management and in our opinion, so far as it relates to the amounts included in respect of the subsidiary, is based solely on the report of the other auditors.

We report that the consolidated financial statements have been prepared by KRBL's management in accordance with the requirements of Accounting Standard 21 on Consolidated Financial Statements.

Based on our audit and on consideration of the reports of other auditors on separate financial statements and on the other financial information of the components, in our opinion and to the best of our information and according to the explanations given to us, the attached 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 KRBL Limited Group as at 31st March, 2011;

(b) in the case of the consolidated profit and loss account, of the profit for the year ended on that date, and

(c) in the case of the consolidated cash flow statement, of the cash flows for the year ended on the date.

Shiv Sushil Bhawan
D-219, Vivek Vihar,
Phase-I,New Delhi - 110 095
25th May, 2011

for Vinod Kumar Bindal & Co.
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

CONSOLIDATED BALANCE SHEET as at 31st March, 2011

(Amount in ₹)

Particulars	Schedule	As at 31/03/2011	As at 31/03/2010
SOURCES OF FUNDS			
Shareholders Funds			
(a) Share Capital	1	24,35,40,558	24,35,40,558
(b) Reserves & Surplus	2	622,60,06,836	510,95,46,466
Loan Funds			
(a) Secured Loans	3	835,61,45,794	529,49,08,201
(b) Unsecured Loans	4	65,00,00,000	75,00,00,000
Deferred Tax Liability		13,12,61,925	8,31,56,658
TOTAL		**1560,69,55,113**	**1148,11,51,883**
APPLICATION OF FUNDS			
Fixed Assets	5		
(a) Gross Block		556,17,76,949	453,13,20,009
Less:Depreciation		171,09,65,396	135,57,76,322
Net Block		385,08,11,553	317,55,43,687
(b) Capital Work-In-Progress		20,42,39,081	35,81,61,209
		405,50,50,634	353,37,04,896
Investments	6	8,72,19,708	35,00,000
Current Assets, Loans & Advances			
(a) Inventories	7	1208,50,03,966	781,27,43,291
(b) Sundry Debtors	8	148,00,32,981	135,07,88,308
(c) Cash & Bank Balances	9	5,32,25,831	44,43,69,554
(d) Loans & Advances	10	99,18,18,668	37,49,34,064
Total Current Assets		1461,00,81,446	998,28,35,217
Less: Current Liabilities & Provisions	11	314,53,96,675	203,88,88,230
Net Current Assets		1146,46,84,771	794,39,46,987
TOTAL		**1560,69,55,113**	**1148,11,51,883**
Notes to Accounts (Including Contingent Liabilities)	19		
Related Party Disclosures	20		
Segment Reporting	21		
Significant Accounting Policies	22		
The Schedule referred to above form an integral part of the Balance Sheet			

Auditors' Report
As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31st March, 2011

(Amount in ₹)

Particulars	Schedule	For the year ended 31/03/2011	For the year ended 31/03/2010
INCOME			
Gross Sales	12	1551,26,57,824	1579,01,31,665
Less:Excise Duty		-	-
Net Sales		1551,26,57,824	1579,01,31,665
Other Income	13	15,27,13,154	21,64,18,076
TOTAL		**1566,53,70,978**	**1600,65,49,741**
EXPENDITURE			
Material Cost	14	1188,66,36,335	1257,40,15,081
Manufacturing Expenses	15	40,51,63,630	36,54,49,148
Administrative Expenses	16	29,39,36,580	26,01,37,853
Selling & Distribution Expenses	17	66,38,83,156	61,39,31,062
Interest & Financial Charges	18	47,56,45,341	41,74,38,870
Depreciation		35,94,73,913	27,57,88,508
TOTAL		**1408,47,38,955**	**1450,67,60,522**
Profit before Tax (PBT)		**158,06,32,023**	**149,97,89,219**
Provision for Taxation			
- Current Year		33,28,00,000	25,45,00,000
- Earlier Period		(37,71,772)	-
Deferred Tax		4,81,05,267	(3,62,926)
Wealth Tax		1,73,166	1,97,235
Profit after Tax (PAT)		**120,33,25,362**	**124,54,54,910**
Balance Brought Forward		354,97,83,589	253,96,57,323
Amount Available for Appropriation		**475,31,08,951**	**378,51,12,233**
Appropriations			
Dividend - Interim (inclusive of tax)		-	4,26,64,322
Dividend - Proposed (inclusive of tax)		8,50,46,940	4,26,64,322
General Reserve		17,00,00,000	15,00,00,000
Balance carried to Balance Sheet		449,80,62,011	354,97,83,589
		475,31,08,951	**378,51,12,233**
Basic & Diluted Earning per Share {Face Value ₹1 each (P.Y. Face Value ₹1 each)}		**4.95**	**5.12**
Notes to Accounts (Including Contingent Liabilities)	19		
Related Party Disclosures	20		
Segment Reporting	21		
Significant Accounting Policies	22		
The Schedule referred to above form an integral part of the Profit & Loss Account			

Auditors' Report

As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668
New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

SCHEDULES attached to and forming part of the Consolidated Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 1 : SHARE CAPITAL		
Authorised		
30,00,00,000 Equity Shares of ₹ 1 each	30,00,00,000	30,00,00,000
Issued & Subscribed		
24,39,66,940 Equity Shares of ₹ 1 each (P.Y. 24,39,66,940 Equity Shares of ₹ 1 each)	24,39,66,940	24,39,66,940
Paid Up		
24,31,11,940 Equity Shares of ₹ 1 each (P.Y. 24,31,11,940 Equity Shares of ₹ 1 each)	24,31,11,940	24,31,11,940
Add: Amount received on 8,55,000 Equity Share of ₹ 1 each forfeited (P.Y. 8,55,000 Equity Shares of ₹ 1 each)	4,28,618	4,28,618
TOTAL	**24,35,40,558**	**24,35,40,558**

(Amount in ₹)

Particulars		As at 31/03/2011	As at 31/03/2010
SCHEDULE - 2 : RESERVES & SURPLUS			
Share Premium Account			
As per last Balance Sheet		114,75,90,036	114,75,90,036
	A	**114,75,90,036**	**114,75,90,036**
General Reserve			
As per Last Balance Sheet		42,46,19,650	27,46,19,650
Transferred from Profit & Loss Account		17,00,00,000	15,00,00,000
	B	**59,46,19,650**	**42,46,19,650**
Foreign Currency Translation Reserve			
As per Last Balance Sheet		(1,24,46,809)	1,88,80,203
Add: Adjsutment for translation of Non Integral Operation		(18,18,052)	(3,13,27,012)
	C	**(1,42,64,861)**	**(1,24,46,809)**
Profit & Loss Account		449,80,62,011	354,97,83,589
	D	**449,80,62,011**	**354,97,83,589**
TOTAL (A+B+C+D)		**622,60,06,836**	**510,95,46,466**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 3 : SECURED LOANS		
1. **Term Loan from Banks**	154,15,26,683	97,38,27,759
[(Amount Due Within a year ₹ 47.78 Crores (P.Y. ₹48.52 Crore)) includes interest accrued but note due ₹ 12,00,774 (P.Y. ₹ 5,44,285)] (Secured by 1st pari-passu charge by way of equitable mortgage on Land & Building of the company and by way of hypothecation of present & future Plant & Machinery of the company & personal guarantees of Chairman & Managing Director, Joint Managing Directors & their relatives).		
2. **Working Capital Borrowing from Banks**	681,46,19,111	432,10,80,442
(Secured by 1st pari-passu charge on all Stocks,Book Debts & other Current Assets beside 2nd pari passu charge on factory Land & Building, Plant & Machinery & personal guarantees and equitable mortgage of certain personal properties of Chairman & Managing Director, Joint Managing Directors & their relatives).		
TOTAL	**835,61,45,794**	**529,49,08,201**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 4 : UNSECURED LOANS		
Short Term Loan		
From Banks	65,00,00,000	75,00,00,000
From Others	-	-
TOTAL	**65,00,00,000**	**75,00,00,000**

(secured against personal guarantees of promoter Directors in personal capacity & PDC of the Company)

SCHEDULES attached to and forming part of the Consolidated Balance Sheet as at 31st March, 2011

(Amount in ₹)

SCHEDULE - 5 : FIXED ASSETS

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01/04/2010	Addition During the year	Deductions/ Adjustments	As at 31/03/2011	As at 01/04/2010	For the Year	Deductions/ Adjustments	As at 31/03/2011	As at 31/03/2011	As at 31/03/2010
Land:-										
a) Free Hold Land	22,89,35,720	2,84,58,150	-	25,73,93,870	-	-	-	-	25,73,93,870	22,89,35,720
b) Lease Hold Land	1,76,47,800	59,56,200	-	2,36,04,000	3,93,968	8,00,093	-	11,94,061	2,24,09,939	1,72,53,832
Building	76,60,18,219	16,08,32,215	-	92,68,50,434	8,72,76,700	1,65,47,548	-	10,38,24,248	82,30,26,186	67,87,41,519
Plant & Machinery	328,54,90,393	82,78,46,939	1,05,97,435	410,27,39,897	118,84,33,214	31,98,21,226	15,36,420	150,67,18,020	259,60,21,877	209,70,57,179
Vehicle & Trolley	12,91,56,146	1,49,77,225	59,73,972	13,81,59,399	4,01,06,924	1,42,95,864	27,48,419	5,16,54,369	8,65,05,030	8,90,49,222
Furniture & Fixture	9,23,34,465	12,35,175	-	9,35,69,640	3,87,70,226	66,48,736	-	4,54,18,962	4,81,50,678	5,35,64,239
Intangible Assets:-										
a) Patent,Trade Mark & Design	22,37,170	-	-	22,37,170	82,132	2,23,717	-	3,05,849	19,31,321	21,55,038
b) Computer Software Development	95,00,096	61,86,042	-	1,56,86,138	7,13,158	11,23,010	-	18,36,168	1,38,49,970	87,86,938
c) Goodwill	-	15,36,401	-	15,36,401	-	13,719	-	13,719	15,22,682	-
TOTAL (A)	**453,13,20,009**	**104,70,28,347**	**1,65,71,407**	**556,17,76,949**	**135,57,76,322**	**35,94,73,913**	**42,84,839**	**171,09,65,396**	**385,08,11,553**	**317,55,43,687**
Capital Work-in-Progress										
Building	10,35,12,191	17,55,66,808	26,22,07,401	1,68,71,598	-	-	-	-	1,68,71,598	10,35,12,191
Plant & Machinery	25,46,49,018	52,25,64,350	58,98,45,885	18,73,67,483	-	-	-	-	18,73,67,483	25,46,49,018
TOTAL (B)	**35,81,61,209**	**69,81,31,158**	**85,20,53,286**	**20,42,39,081**	**-**	**-**	**-**	**-**	**20,42,39,081**	**35,81,61,209**
TOTAL (A+B)	**488,94,81,218**	**174,51,59,505**	**86,86,24,693**	**576,60,16,030**	**135,57,76,322**	**35,94,73,913**	**42,84,839**	**171,09,65,396**	**405,50,50,634**	**353,37,04,896**
Previous Year	359,41,75,003	133,05,08,508	3,52,02,293	488,94,81,218	108,36,61,809	27,57,88,508	36,73,995	135,57,76,322	353,37,04,896	251,05,13,194

SCHEDULES attached to and forming part of the Consolidated Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 6 : INVESTMENTS		
CURRENT		
Quoted		
NHPC limited (8,82,712 equity shares of ₹ 10 each)	2,23,32,614	-
Coal India Limited (76,437 equity Shares of ₹ 10 each)	1,87,27,065	-
Power Grid Corporation of India Limited (1,07,667 equity shares of ₹ 10 each)	96,90,030	-
Shipping Corporation of India Limited (2,42,265 equity shares of ₹ 10 each)	2,60,31,374	-
MOIL Limited (18,923 equity shares of ₹ 10 each)	70,96,125	-
Not Quoted		
SBI One India Fund (1,00,000 units of ₹ 10 each)	10,00,000	10,00,000
SBI Infrastructure Fund-I (2,50,000 units of ₹ 10 each)	23,42,500	25,00,000
TOTAL	**8,72,19,708**	**35,00,000**

During the year the unquotaed investment 6,74,63,135.97 units (P.Y. 27,86,58,136.66 units) in Mutual fund was purchased for ₹ 136.00 Crores (P.Y. ₹ 308 Crores) & the same was sold/redeemed at ₹ 136.08 Crores (P.Y. ₹ 308.59 Crores)

(Amount in ₹)

Aggregate value of	As at 31/03/2011		As at 31/03/2010	
	Book value	**Market Value**	**Book value**	**Market Value**
Quoted Investment	8,38,77,208	9,32,90,530	-	-
Unquoted Investment	33,42,500	-	35,00,000	-

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 7 : INVENTORIES		
(As taken, valued and certified by the Management)		
Raw Materials	551,09,33,215	388,36,88,756
Finished Goods	611,25,31,409	370,43,51,960
Stores, Spares & Packing Materials	46,15,39,342	22,47,02,575
TOTAL	**1208,50,03,966**	**781,27,43,291**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 8 : SUNDRY DEBTORS		
Unsecured & Considered Good		
Exceeding Six Months	5,82,79,858	81,44,353
Others	142,17,53,123	134,26,43,955
TOTAL	**148,00,32,981**	**135,07,88,308**

Debt due from Directors/Firms in which the directors are interested ₹ Nil (P.Y. ₹ Nil) (Maximum amount outstanding at any time during the year ₹ Nil (P.Y. ₹ Nil)

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 9 : CASH & BANK BALANCES		
Cash in hand	99,85,734	1,48,10,502
(As certified by the Management)		
Balance with Banks in Current Accounts	3,87,82,298	40,64,93,358
Balance with Banks in Term Deposits	44,57,799	2,30,65,694
TOTAL	**5,32,25,831**	**44,43,69,554**

SCHEDULES attached to and forming part of the Consolidated Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 10 : LOANS & ADVANCES		
(Unsecured & Considered good)		
Advance recoverable in cash or in kind or for value to be received	94,37,89,935	25,47,69,808
Security & Deposits	4,80,28,733	12,01,64,256
TOTAL	**99,18,18,668**	**37,49,34,064**

Debt/Security Deposit by the company in which the directors are interested ₹ 9.71 Crore (P.Y. ₹ 9.71) (Maximum amount outstanding at any time during the year ₹ 9.71 Crore (P.Y. ₹ 9.71)

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 11 : CURRENT LIABILITIES & PROVISIONS		
Current Liabilities		
Sundry Creditors	132,45,49,425	98,72,22,488
Overdraft in Current a/c with Banks	1,37,52,694	40,89,481
Security Deposits	-	64,72,269
Advances from customers	158,26,14,679	87,71,31,374
Other Liabilities	7,93,47,917	9,80,11,640
Minority Interest	88,46,657	-
Provision For		
Proposed Dividend	7,29,33,582	3,64,66,791
Tax on Dividend	1,21,13,357	61,97,531
Providend Fund	14,71,613	12,02,463
Insurance, Leave Encashment, Bonus & Gratuity	2,18,25,741	2,18,74,193
Income Tax (Net)	2,77,58,010	-
Wealth Tax	1,83,000	2,20,000
TOTAL	**314,53,96,675**	**203,88,88,230**

SCHEDULES attached to and forming part of the Consolidated Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 12 : SALE		
EXPORT		
Rice	647,51,02,918	910,23,51,357
Cotton	2,96,92,161	-
TOTAL (A)	**650,47,95,079**	**910,23,51,357**
DOMESTIC		
Rice	818,49,57,324	603,44,36,137
Rice Bran	13,19,45,826	13,60,89,505
Seed & Paddy	9,02,54,235	11,85,53,123
Bran Oil	17,26,06,281	6,10,38,052
Power	21,98,96,266	21,55,20,979
Cotton	5,33,20,710	-
Scrap & others	15,48,82,103	12,21,42,512
TOTAL (B)	**900,78,62,745**	**668,77,80,308**
TOTAL (A+B)	**1551,26,57,824**	**1579,01,31,665**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 13 : OTHER INCOME		
Profit on Sale of Assets & Investment	51,09,410	59,46,630
Warehouse Rent	97,25,151	78,78,384
Miscellaneous Income	13,78,78,593	20,25,93,062
TOTAL	**15,27,13,154**	**21,64,18,076**

(Amount in ₹)

Particulars		For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 14 : MATERIAL COST			
Opening Stock of Raw Material		388,36,88,756	288,25,34,590
Purchases of Raw Material		1528,89,24,789	1191,80,90,279
		1917,26,13,545	1480,06,24,869
Less: Closing Stock of Raw Material		551,09,33,215	388,36,88,756
Raw Material Consumed	A	1366,16,80,330	1091,69,36,113
(Increase)/Decrease in Finshed Goods (Produced)	B	(240,81,79,449)	111,60,95,890
Purchases - Seeds	C	5,21,48,461	8,40,37,652
Bardana/Packing Material Consumed	D	42,33,52,688	41,39,58,305
Purchases - Cotton	E	9,81,15,388	-
Purchases-others	F	5,95,18,917	4,29,87,121
TOTAL (A+B+C+D+E+F)		**1188,66,36,335**	**1257,40,15,081**

SCHEDULES attached to and forming part of the Consolidated Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 15 : MANUFACTURING EXPENSES		
Wages & Salaries	10,44,24,101	8,84,17,079
Contribution to Provident & other Funds	60,79,420	60,91,471
Power & Fuel	5,37,10,106	6,57,83,302
Consumption of Stores & Spare Parts	4,71,20,048	3,18,31,840
Machinery Repairs & Maintenance	5,47,11,815	7,54,33,168
Freight Charges	6,41,20,217	4,49,21,034
Warehouse & Godown Rent	2,29,44,987	1,41,28,259
Fumigation & Phytosanitory Expenses	1,06,28,390	84,15,155
Loading & Unloading Charges	3,63,23,373	2,88,77,942
Rice Sorting & Paddy Milling Charges	41,18,740	3,17,375
Other Manufacturing Expenses	9,82,433	12,32,523
TOTAL	**40,51,63,630**	**36,54,49,148**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 16 : ADMINISTRATIVE EXPENSES		
Salaries/Establishment	17,43,90,771	14,57,94,544
Contribution to Provident & other Funds	77,07,044	61,46,913
Gratuity	55,19,647	53,68,170
Travelling & Conveyance	2,08,25,672	1,82,50,002
Postage, Telegramme & Telephone	75,28,327	66,44,829
Insurance Charges	1,41,88,713	1,50,94,018
Vehicle Running & Maintenance	76,24,095	71,06,234
Loss on Sale of Assets	-	13,82,444
Loss on Revaluation of Short Term Investment	1,23,36,843	(15,40,500)
Payment to Auditors		
- For Audit	7,95,970	6,43,440
- For Tax Audit	2,50,000	2,50,000
- For Taxation & Certification work	1,65,450	1,10,300
Printing & Stationery	35,03,312	44,04,867
Legal & Professional Charges	1,32,44,665	1,48,52,383
Fee & Subscription	18,80,325	25,26,336
Rent	1,18,63,266	95,70,929
Charity & Donation	11,76,500	1,48,220
Repairs & Maintenance (Building)	89,87,016	1,29,10,457
Repairs & Maintenance (Others)	19,48,964	37,64,408
DEPB Written off	-	47,75,673
Other Expenses	-	19,34,186
TOTAL	**29,39,36,580**	**26,01,37,853**

SCHEDULES attached to and forming part of the Consolidated Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 17 : SELLING & DISTRIBUTION EXPENSES		
Advertisement Expenses	8,99,07,040	7,06,56,381
Business Promotion Expenses	10,19,61,317	8,65,63,440
Clearing, Forwarding & Storage Charges	5,48,20,655	5,81,17,906
Freight on Sale	26,03,33,149	26,37,78,942
Brokerage/Commission/Discount	9,17,35,065	7,06,17,286
Taxes on Sale	6,51,25,930	6,41,97,107
TOTAL	**66,38,83,156**	**61,39,31,062**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 18 : INTEREST & FINANCIAL CHARGES		
Interest paid		
- On Term Loans	7,55,01,492	6,28,18,234
- On Others	42,51,51,840	34,35,36,593
Total (A)	**50,06,53,332**	**40,63,54,827**
Less:Interest Received		
From Banks{TDS ₹ 32,50,468 (P.Y. ₹ 14,56,249)}	3,25,30,660	28,23,464
From Others on trading debt & Staff Loan{TDS ₹67,171 (P.Y. ₹1,60,160)}	61,37,763	29,13,151
Total (B)	**3,86,68,423**	**57,36,615**
Interest Paid (Net) Total (A-B)	**46,19,84,909**	**40,06,18,212**
Bank Charges	1,36,60,432	1,68,20,658
TOTAL	**47,56,45,341**	**41,74,38,870**

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

1. (i) The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21 (AS-21) "Consolidated Financial Statements".

    a) The Subsidiary company with KRBL Limited, the parent, constitutes the group considered in the preparation of these consolidated financial statement is given below:-

Name	Country of Incorporation	Percentage of ownership interest as at 31st March 2011	Percentage of ownership interest as at 31st March 2010
KRBL DMCC	U.A.E.	100	100
K. B. Exports Pvt. Ltd.	INDIA	70	---

    b) The group has adopted Accounting standard 15 (AS-15) (revised 2005) on 'Employee Benefits' these consolidated financial statements include the obligations as per requirement of this standard except for the subsidiary which is incorporated outside India who have determined the valuation/provision for employee benefits as per requirements that coming. In the opinion of the management, the impact of this deviation is not considered material.

   (ii) There is no exceptional item during the year ended 31/03/2011 (P.Y. ₹ Nil)

2. Previous year figures have been regrouped/recast wherever found necessary

3. Additional information pursuant to Part - II of Schedule VI to the Companies Act, 1956

(a) Production

Class of Goods	Licenced Capacity	Installed capacity	Actual production
Rice	N.A	195.00 MT per hour (P.Y. 195.00 MT per hour) (paddy milling)	Milling of 3,56,874.81 MT (P.Y. 3,24,734.63 MT) of paddy resulting into production of 22,4,951.75 MT (P.Y. 1,97,534.81 MT) of rice
Furfural	N.A.	10 MT (P.Y 10 MT) per day	Nil (P.Y. Nil)
Bran Oil	42 MT per day	42 MT (P.Y 42 MT) per day	3,392 MT (P.Y. 2,671 MT)
Power	N.A.	49.00 MW (P.Y. 41.20 MW)	7,75,82,954 Unit (P.Y. 5,65,90,310 Unit)

Production of 7,75,82,954 units (P.Y. 5,65,90,310 units) of power out of which 2,60,98,592 units (P.Y. 2,55,29,171 units) power were used as captive consumption & Steam produced for captive consumption 2,06,740.20 MT (P.Y. 2,64,460 MT)

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

(b) Opening Stock, Purchase, Sales and Closing Stock of each class of goods dealt in by the Company:-

Class of Goods		Current Year		Previous Year	
		Quantity	Value (₹)	Quantity	Value (₹)
OPENING STOCK					
Paddy	(MT)	1,95,495	388,36,88,756	1,46,784	288,25,34,590
Rice - Finished Goods	(MT)	1,29,871	359,69,67,711	1,58,037	476,57,96,242
Seeds	(MT)	2,167	5,21,24,109	1,729	4,24,86,246
Bardana & Gunny Bags	(Nos.)	1,40,89,583	12,88,84,252	1,03,43,043	14,53,72,518
LDPE Films	(Kgs.)	35,305	60,18,001	49,308	98,22,205
Jute Cloth	(Yards)	4,07,170	1,20,79,628	2,59,286	43,13,907
Bran Oil	(MT)	1,228	4,29,94,525	204	77,53,608
PURCHASE					
Paddy	(MT)	3,99,292	898,55,19,294	3,72,054	727,99,56,747
Rice	(MT)	1,57,250	630,34,05,495	1,10,373	463,81,33,532
Seeds	(MT)	4,211	5,21,48,461	5,106	8,40,37,652
Bardana & Gunny Bags	(Nos.)	47,07,455	10,64,22,082	96,29,149	17,65,54,075
LDPE Film	(Kgs.)	3,48,277	8,33,25,313	3,20,215	5,81,35,592
Jute Cloth	(Yards)	59,84,000	15,66,80,223	71,59,000	15,15,41,608
Cotton	(MT)	828	9,81,15,388		
SALES					
Rice	(MT)	3,24,657	1466,00,60,242	3,35,076	1513,67,87,494
Seeds & Paddy	(MT)	1,417	9,02,54,235	4,773	11,85,53,123
Rice Bran	(MT)	13,230	13,19,45,826	7,719	13,60,89,505
Bran Oil	(MT)	4,243	17,26,06,281	1,647	6,10,38,052
Power	(Units)	5,14,84,362	21,98,96,266*	3,10,61,139	21,55,20,979*
Cotton	(MT)	551	8,30,12,871		
CLOSING STOCK					
Paddy	(MT)	2,38,037	551,09,33,215	1,95,495	388,36,88,756
Rice - Finished Goods	(MT)	1,87,332	600,87,04,600	1,29,871	359,69,67,711
Seeds	(MT)	1,332	2,57,50,614	2,167	5,21,24,109
Bardana & Gunny Bags	(Nos.)	1,57,75,874	19,97,73,325	1,40,89,583	12,88,84,252
LDPE Film	(Kgs.)	72,354	1,64,50,999	35,305	60,18,001
Jute Cloth	(Yards)	10,66,110	3,11,72,032	4,07,170	1,20,79,628
Bran Oil	(MT)	377	1,60,31,850	1,228	4,29,94,525
Cotton	(MT)	277	3,26,98,827	-	-
RAW MATERIAL AND COMPONENTS CONSUMED					
Paddy	(MT)	3,56,750	735,82,74,835	3,23,232	627,88,02,581
Rice	(MT)	1,57,250	630,34,05,495	1,10,373	463,81,33,532
Bardana & Gunny Bags	(Nos.)	30,21,164	3,55,33,010	58,82,609	19,30,42,341
LDPE Film	(Kgs.)	3,11,228	7,28,92,315	3,34,218	6,19,39,796
Jute Cloth	(Yards)	53,25,060	13,75,87,818	70,11,116	14,37,75,887

* Power sale includes carbon credit

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

Value of raw materials, including packaging materials, spare parts and components consumed during the year.

	Percentage		Value (₹ in Crores)	
	2011	2010	2011	2010
Raw material				
Imported	Nil	Nil	Nil	Nil
Indigenous	100%	100%	1390.77	1131.57
Spare parts & components				
Imported	0.63%	59.80%	0.03	1.90
Indigenous	99.37%	40.20%	4.68	1.28

- The shortages in quantity of rice, seeds and cotton have not been separately shown but are included in the sales figure and paddy shortages have been included in consumption figures since the quantities involved were insignificant as compared to the volume handled.
- Purchases and consumption of Bardana includes bags received/supplied free of cost along with purchase/sale of Paddy and Rice.

(c) The Company has milled 125.00 MT (P.Y. 1,502.63 MT) of Paddy on job work basis received from various agencies namely, Pun sup and Pun grain, resulting in production of 83.75 MT (P.Y. 996.70 MT) of Rice and 658.65 MT (P.Y. 431.78MT) of Rice has been dispatched to these agencies during the year.

(d) CIF value of Imports made during the year in respect of:

(i) Components and Spare Parts ₹ 2,95,562 (P.Y. ₹ 1,90,36,399),

(ii) Capital Goods Purchased ₹ 12,85,24,424 (P.Y. ₹ 8,89,70,155).

(e) Earnings in foreign exchange on mercantile basis - ₹ 642,80,07,277 (P.Y. ₹ 892,64,88,897).

(f) Expenditure in foreign currency on mercantile basis (i) Foreign Travel & Other: ₹15,08,137 (P.Y. ₹ 13,81,655) [By Directors: ₹ 9,62,811 (P.Y. ₹ 6,85,054)], (ii) Ocean Freight: ₹ 6,21,17,255 (P.Y. ₹ 5,34,06,740), (iii) Legal, professional & Other charges: ₹ 12,91,186 (P.Y. ₹ 16,30,054), (iv) Salary: ₹ 20,91,867 (P.Y. ₹ 20,04,223), (v) Selling & Distribution Expenses ₹ 13,81,706 (P.Y. ₹ 47,47,553).

(g) Remittance in Foreign Currency on account of dividends:

Financial Year	On account of	No. of shares held	No. of Non-Resident Shareholder	₹ in lacs.
2010-11 (Final)	2009-10	3,90,00,000	5	58.50
(P.Y. 2009-10)	(P.Y. 2008-09)	(P.Y. 4,31,00,000)	(P.Y. 5)	(P.Y. 86.20)
2010-11 (Interim)	2010-11	3,90,00,000	5	Nil
(P.Y. 2009-10)	(P.Y.2009-10)	(P.Y. 3,90,00,000)	(P.Y. 5)	(P.Y. 58.50)

(h) Managerial remuneration to Executive Directors ₹2,24,82,000 (P.Y. ₹ 1,42,05,600) including value of Perquisites ₹ 1,98,000 (P.Y. ₹ 1,05,600).

(i) F.O.B. value of exports - ₹ 626,58,88,930 (P.Y. ₹ 881,16,32,102).

4. (a) The Company has requested all its Sundry Creditors to furnish Small Scale Industries Registration Certificate (SSIRC) but since the creditors, having outstanding balance at the year end, have not furnished the SSIRC, it is deemed that none of them is a Small Scale Industrial Undertaking and no such amount is payable as on the balance sheet date.

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

(b) There are no Micro, Small and Medium Enterprises, (P.Y. Nil) to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2011. This information, required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

(c) Moreover, the Company primarily deals in procurement of agri-products which are sourced from the Farmers and Aartias (Commission Agents) who are not covered under the provisions of the Micro, Small and Medium Enterprises Development Act, 2006.

5. Unclaimed dividend amounting to ₹ 24,10,394 (P.Y. ₹ 23,95,663) pending on account of non presentation of cheques has been deposited in separate accounts with Scheduled Bank.

6. Insurance charges include payment of ₹ 1,02,81,712 (P.Y. ₹ 1,02,81,712) on account of Key man Insurance of personnel of the Company.

7. A sum of ₹ 40.36 Lacs (P.Y. ₹ 72.10 Lacs) has been received from DMI through NABARD towards construction of rural godown and a sum of ₹ 44.01 Lacs (P.Y. ₹ Nil) is receivable from DMI through NABARD towards construction of rural godown. The entire grant so received / receivable has been deducted from the respective cost of the Capital Expenditure.

8. The Company purchased the assets (Land, Building & Machineries) of an integrated rice mill at Dhuri, District Sangrur, Punjab in an auction for net consideration of ₹ 15.80 crores through Hon'ble High Court of Punjab & Haryana at Chandigarh. Conveyance deed of the said property was registered on 02.05.2005. However, an appeal no. 21 of 2003 was filed by the bidders before the Hon'ble High Court of Haryana & Punjab challenging the sale process, while the appeal was pending, in a new judgment, The Hon'ble High Court of Haryana & Punjab remanded the judgment, against which appeal no. 21 of 2003 was pending, for review of the decision by another independent Judge. Thus appeal no 21 of 2003 got infructuous and in remand the case was again heard and sale was reconfirmed in favor of KRBL Limited by the independent Judge. Against the reconfirmation of sale the party which had filed earlier appeal, have filed an appeal contesting this judgment. The new appeal number is 4 of 2009, which was lying before The Hon'ble High Court of Haryana & Punjab stands dismissed vide order dated November 12, 2010 passed by the bench comprising Hon'ble Chief Justice Mukul Mudgul & Hon'ble Justice Ajey Tiwari. The appellant has not approached the apex court against dismissal of its above referred appeal & the period for filing the appeal before the apex court also standlapsed. Thus the assets purchased by the company are totally dispute free.

9. None of the fixed assets has been revalued during the year.

10. Borrowing Costs

    The borrowing costs amounting to ₹1,58,44,441 (P.Y. ₹ 17,33,855) attributable to the acquisition or construction of qualifying assets are capitalized as a part of those assets.

11. Prior Period Items

    There is no prior period item, which is considered material for the purpose of disclosure in accordance with the Accounting Standard-5 on "Net Profit or Loss for the period, Prior Period items and changes in Accounting Policies".

12. Research & Development Expenses for the year amounting to ₹ 220.03 Lacs (P.Y. ₹ 162.13 Lacs) including capital expenditure of ₹ Nil (P.Y. ₹ 0.17 Lacs).

13. Intangible Assets

    In accordance with Accounting Standard - 26 on 'Intangible Assets', ₹ 77.22 Lacs (P.Y. ₹ 117.37 Lacs) have been capitalized on account of computer software development charge & goodwill and for miscellaneous expenditure incurred by the company and the same being charged off to the Profit & Loss Account.

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

14. Earnings per Share (EPS)

EPS is calculated by dividing the profit attributable to the equity share holders by the average number of equity shares outstanding during the year. Number used for calculating basic and diluted earnings per equity is stated below:

		2010-11	2009-10
(i)	Profit after tax (₹ in Lacs)	12,033.26	12,454.55
(ii)	Weighted average number of equity shares for basic & dilutive EPS	24,31,11,940	24,31,11,940
(iii)	Nominal value per equity share (₹)	1	1
(iv)	Earnings per share (Basic & Dilutive)	4.95	5.12

15. The deferred Tax Liability comprise of the following:

		As at 31st March 2011	As at 31st March 2010
a.	Deferred Tax Liability related to Fixed Assets	13,66,57,828	8,74,60,288
b.	Deferred Tax disallowance under the Income Tax Act,1961	53,95,903	43,03,630
	Deferred Tax Liability	**13,12,61,925**	**8,31,56,658**

16. Derivative Instruments

(a) Outstanding forward exchange contracts as at 31st March, 2011 entered by the Company for the purpose of hedging its foreign currency exposures are as under:

(₹ in Crores)

Currency	Cross Currency	Buy	Sell
US Dollar	Indian Rupee	₹ Nil (P.Y. ₹ Nil)	₹1.34 (P.Y. ₹ Nil)

(b) Foreign currency exposure recognized by the Company that have not been hedged by a derivative instrument or otherwise as at 31st March, 2011 are as under:

(₹ in Crores)

Currency	Cross Currency	Buy	Sell	Net
US Dollar	Indian Rupee	₹ Nil (P.Y. ₹ Nil)	₹ Nil (P.Y. ₹ Nil)	₹ Nil (P.Y. ₹ Nil)

Consequent to the announcement issued by the Institute of Chartered Accountants of India in March, 2008, on accounting for derivatives, the Company has Marked to Market Forward Contracts Outstanding as at 31st March, 2011, and accordingly unrealized gain/(loss) of ₹ 2,97,092 (P.Y. ₹ Nil) has arisen, which has been accounted for accordingly in the books of account.

17. The Company has entered into lease agreements for the period of five years, which are in the nature of operating leases as defined in the Accounting Standard - 19 (AS 19) in respect of leases.

(₹ in Lacs)

		31/03/2011	31/03/2010
(a)	Future minimum lease payments under non cancellable operating leases in respect of lease agreements entered into on or after 01/04/2010:		
	-Not later than one year	Nil	Nil
	-Later than one year but not later than five years	164.70	236.25
	-Later than five years	76.50	85.00
(b)	Lease payments recognised in the statement of Profit & Loss Account, in respect of operating lease agreements entered into on or after 01/04/2010	90.85	87.25

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

(c) Significant Leasing arrangement:

The Company has entered into leasing arrangements in respect of godowns/premises.

(i) *Basis of determining contingent rent:*

Contingent rents are payable for excessive, improper or unauthorized use of the assets, beyond the terms of the lease agreement, prejudicially affecting the resale value of the asset, either by way of increase in lease rentals or by way of lump- sum amount, as agreed between the parties.

(ii) *Renewal/purchase options & escalation clauses:*

Lease agreements are renewable for further period or periods on terms and conditions mutually agreed between the parties. Variations in lease rentals are made in the event of a change in the basis of computation of lease rentals by the lessor.

(iii) There are no restrictions imposed by the lease arrangements, concerning dividends, additional debt and further leasing.

18. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

(a) the Company has a present obligation as a result of a past event;

(b) a probable outflow of resources is expected to settle the obligation; and

(c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received ultimately.

Contingent liability is disclosed in case of:

(a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;

(b) a present obligation when no reliable estimate is possible; and

(c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognised, nor disclosed. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

Detail of movements in provisions in accordance with Accounting Standard 29.

(₹ in Lacs)

Provisions	**As at 01/04/2010**	**Additions made during the year**	**Reversed / adjusted / paid**	**As at 31/03/2011**
Income Tax	**-**	**3,328.00**	**3,050.42**	**277.58**
	(P.Y. 165.46)	(P.Y. 2,538.37)	(P.Y. 2,703.83)	(P.Y. NIL)
Wealth Tax	**2.20**	**1.83**	**2.20**	**1.83**
	(P.Y. 2.50)	(P.Y. 2.20)	(P.Y. 2.50)	(P.Y. 2.20)

Contingent liabilities

(a) Contingent liabilities in respect of Bank guarantee ₹ 2.05 Lacs (P.Y. ₹ 176.92 Lacs).

(b) Contingent liabilities in respect of Bills discounted with Banks is ₹ 6,775.05 Lacs (P.Y. ₹ 1,460.90 Lacs). Outstanding amount as on date is ₹ Nil (P.Y. ₹ Nil).

(c) Disputed Income Tax demand in appeal ₹ 200.16 Lacs (P.Y ₹ 3.11 Lacs) and disputed Sales Tax demand in appeal ₹ 102.79 (P.Y. ₹ 419.03 Lacs), which includes amount paid ₹ 80.68 Lacs (P.Y. ₹ Nil) for Income Tax and ₹ 99.04 (P.Y. ₹ 174.28 Lacs) for sales tax. Based on pronounced legal ratio and the interpretation of other relevant provisions, the company has been legally advised

SCHEDULE-19: Notes to the accounts attached to and forming part of the Consolidated Financial Statements for the year ended 31st March, 2011

that the demands are likely to be either deleted or substantially reduced and thus no provision thereof has been made in current year.

	31/03/2011	31/03/2010
Contingent Assets	Nil	Nil

19. By virtue of change in accounting standard (AS-11) on "effect of change in foreign exchange rates" notified in the Companies Accounting Standards 2006, the Company has foreign currency loan of ₹ 56.40 crores on fixed assets at the year end. Therefore, effect of change in foreign exchange amounting to ₹ 1.20 crores taken on profit & loss account at the year end.

20. Defined Benefit Plan - As per actuarial valuations as on 31st March, 2011 and recognized in the financial statements in respect of Employee Benefit Schemes:

(₹ in Lacs)

		For the year ended 31st March, 2011	For the year ended 31st March, 2010
		Gratuity Fund	**Gratuity Fund**
I.	**Components of Employer Expense**		
	1 Current Service Cost	**25.50**	7.66
	2 Interest Cost	**9.95**	5.85
	3 Expected Return on Plan Assets	**(5.71)**	(4.33)
	4 Actuarial Losses / (Gains)	**25.46**	43.23
	5 Total expense recognized in the statement of Profit & Loss Account	**55.20**	52.41
II.	**Actual Returns**		
III.	**Net Asset / (Liability) recognized in Balance Sheet**		
	1 Present Value of Defined Benefit Obligation	**(175.46)**	(124.33)
	2 Fair Value on Plan Assets	**117.71**	71.39
	3 Status [Surplus / (Deficit)]	**(57.75)**	(52.94)
	4 Net Asset / (Liability) recognized in Balance Sheet	**(57.75)**	(52.94)
IV	**Change in Defined Benefit Obligations (DBO)**		
	1 Present Value of DBO at the beginning of period	**124.33**	75.51
	2 Current Service Cost	**25.50**	7.66
	3 Interest Cost	**9.95**	5.85
	4 Actuarial (Gains) / Losses	**25.90**	47.69
	5 Benefits Paid	**(10.22)**	(12.39)
	6 Present value of DBO at the end of period	**175.46**	124.33
V.	**Change in Fair Value of Assets**		
	1 Plan Assets at the beginning of period	**71.39**	55.90
	2 Expected Return on Plan Assets	**5.71**	4.33
	3 Actuarial Gains / (Losses)	**0.44**	4.46
	4 Actual Company Contribution	**50.38**	19.09
	5 Benefits paid	**(10.22)**	(12.39)
	6 Plan Assets at the end of period	**117.71**	71.39
VI.	**Actuarial Assumptions**		
	1 Discount Rate (%)	**8.25**	8.00
	2 Expected Return on Plan Assets (%)	**8.25**	8.00

The estimates of future salary increase, considered in actuarial valuations take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

SCHEDULE-20: Related Party Disclosures In Accordance with AS-18 "Related Party Disclosures"

A) Related Parties and their Relationship

1. Key Management Personnel

Mr. Anil Kumar Mittal	:	Chairman & Managing Director
Mr. Arun Kumar Gupta	:	Joint Managing Director
Mr. Anoop Kumar Gupta	:	Joint Managing Director
Mr. Ashok Chand	:	Whole Time Director
Dr. Narpinder Kumar Gupta	:	Non Executive & Independent Director
Ms. Priyanka Mittal	:	Whole Time Director & Daughter of CMD
Mr. Vinod Ahuja	:	Non Executive & Independent Director
Mr. Ashwani Dua	:	Non Executive & Independent Director
Mr. Shyam Arora	:	Non Executive & Independent Director
Mr. Gautam Khaitan	:	Non Executive & Independent Director

2. Employee benefit plans where there in significant influence

- KRBL LIMITED Employees Group Gratuity Trust.

Relatives of Key Management Personnel

Mrs. Preeti Mittal	:	Wife of Mr. Anil Kumar Mittal
Mrs. Anulika Gupta	:	Wife of Mr. Arun Kumar Gupta
Mrs. Binita Gupta	:	Wife of Mr. Anoop Kumar Gupta
Mr. Ashish Mittal	:	Son of Mr. Anil Kumar Mittal
Mrs. Neha Gupta	:	Daughter of Mr. Arun Kumar Gupta
Ms. Rashi Gupta	:	Daughter of Mr. Anoop Kumar Gupta
Mr. Kunal Gupta	:	Son of Mr. Arun Kumar Gupta
Mr. Akshay Gupta	:	Son of Mr. Anoop Kumar Gupta
Mr. Ayush Gupta	:	Son of Mr. Anoop Kumar Gupta
Anil Kumar Mittal HUF	:	Mr. Anil Kumar Mittal is Karta of HUF
Arun Kumar Gupta HUF	:	Mr. Arun Kumar Gupta is Karta of HUF
Anoop Kumar Gupta HUF	:	Mr. Anoop Kumar Gupta is Karta of HUF
Bhagirath Lal Gupta HUF	:	Mr. Anil Kumar Mittal is Karta of HUF

3. Enterprises over which significant influence exercised by Key Management Personnel

Khushi Ram Behari Lal	:	Partnership Firm in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are partners
Anurup Exports Pvt. Limited	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors
Radha Raj Ispat (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta, Mr. Anoop K. Gupta & Ms. Priyanka Mittal are directors
Radha Raj Infrastructure (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta, Mr. Anoop K. Gupta & Mr. Ashwani Dua are directors
KRBL Infrastructure Ltd.	:	Public Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors
Aakash Hospitality (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors

SCHEDULE-20: Related Party Disclosures In Accordance with AS-18 "Related Party Disclosures"

Holistic Farms Pvt. Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are Directors
Radha Raj IT City & Parks Pvt. Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Arun K. Gupta & Mr. Anoop K. Gupta are Directors
Radha Raj Logistics Pvt. Ltd.	:	Private Limited Company in which Mr. Anoop K. Gupta & Mr. Ashwani Dua are Directors
KRBL Foods Limited	:	Public Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors
Adwet Warehousing Private Limited	:	Private Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors
Padmahasta Warehousing Private Limited	:	Private Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors

(B) TRANSACTION WITH THE RELATED PARTIES (₹ in Lacs)

Particulars	**Enterprises over which significant influence exercised by key management personnel**		**Key Management Personnel (including relatives)**		**Total**	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
Purchases of Goods	Nil	Nil	Nil	Nil	Nil	Nil
Sale of Goods	1,869.92	1,584.81	Nil	Nil	1,869.92	1,584.81
Rent paid by the Company	8.50	8.50	82.35	114.75	90.85	123.25
Dividend Paid	41.28	96.32	165.65	386.51	206.93	482.83
Director Remuneration	Nil	Nil	224.82	142.06	224.82	142.06
Services Obtain	Nil	Nil	1.50	2.09	1.50	2.09
Security Deposit (Against Lease property)	Nil	971.00	Nil	Nil	Nil	971.00

(C) BALANCE OUTSTANDING ON 31ST MARCH, 2011 (₹ in Lacs)

Particulars	**Enterprises over which significant influence exercised by key management personnel**		**Key Management Personnel (including relatives)**		**Total**	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
Purchases/(Sales) of Goods	(162.84)	(575.58)	Nil	Nil	(162.84)	(575.58)
Services Obtain	Nil	Nil	Nil	Nil	Nil	Nil
Rent Paid	Nil	Nil	Nil	Nil	Nil	Nil
Security Deposit (Against Lease property)	971.00	971.00	Nil	Nil	971.00	971.00

Notes: (1) Amount written off or written back in respect of debts due from or to related parties is ₹ Nil (P.Y. ₹ Nil)

SCHEDULE-21: Segment Reporting
Information about the business segment as under

A. Primary Segment (₹ in Lacs)

	2010-11			2009-10		
Particulars	**Agri**	**Energy**	**Total**	**Agri**	**Energy**	**Total**
1. Segment Revenue						
Sales	1,52,928	4,470	1,57,398	1,55,746	4,733	1,60,479
Less:-Inter Segment Transfer		2,271	2,271		2,578	2,578
Net Revenue from Operation	1,52,928	2,199	1,55,127	1,55,746	2,155	1,57,901
2. Segment Result	20,787	(2)	20,785	16,433	1,137	17,570
Less: other Unallocable expenditure net of unallocable income			223			(1,602)
Interest			4,756			4,174
Profit before Tax			15,806			14,998
Provision for current year Tax			3,290			2,545
Deferred Tax			481			(4)
Fringe Benefit Tax			-			-
Wealth Tax			2			2
Prov. For Tax Earlier Period			-			-
Profit after Tax			12,033			12,455
3. Segment Capital Employed	47,708	17,128	64,836	37,363	16,292	53,655

B. Geographical Segment (Secondary)

(Based on location of customers) (₹ in Lacs)

Particulars	**2010-11**				**2009-10**			
	Middle East	**Other than Middle East**	**India**	**Total**	**Middle East**	**Other than Middle East**	**India**	**Total**
Sales	57,979	7,069	90,079	1,55,127	84,250	6,774	66,877	1,57,901
Assets	12,664	14,172	1,41,934	1,56,070	9,529	969	1,00,772	1,11,270

(i) The business groups comprise of the following:

a) Agri - Agri commodities such as rice, cotton, seed, bran, bran oil, etc.

b) Energy - Power generation from wind turbine and husk based power plant

(ii) The Geographical segments considered for disclosure are:

- Sales within India
- Sales outside India
  - (a) Middle East
  - (b) Other than Middle East

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentitions of financial statements

A. Accounting Convention

(a) The accounts are prepared on the historical cost convention on going concern basis and in accordance with the accounting standards referred to in section 211(3C) of the Companies Act, 1956.

(b) The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis.

B. Use of Estimates

The preparation of Financial Statements requires 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 revenue and expenditure during the reporting period. Difference between actual results and estimates are recognised in the period in which the results are known/ materialise.

C. Fixed Assets

(a) Valuation of Fixed Assets

(i) Fixed Assets are stated at cost of acquisition / installation inclusive of freight, duties, taxes and all incidental expenses are stated net of accumulated depreciation. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs. The original cost of imported Fixed Assets acquired through foreign currency loans has been adjusted at the end of each financial year by any change in liability arising out of expressing the outstanding foreign loan at the rate of exchange prevailing at the date of Balance Sheet. All up gradation / enhancements are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

(ii) Intangible assets are stated at their cost of acquisition,

(iii) Land is stated at original cost of acquisition.

(iv) Capital work-in-progress is stated at amount spent up to the date of Balance Sheet.

(b) Methods of Depreciation and Amortisation

i) Depreciation on fixed assets is provided for on straight line method at the rates specified in Schedule XIV of the Companies Act, 1956 for the period of usage.

ii) Computer software Development charges, patent, trademark & design and Goodwill are recognised as intangible assets and amortized on straight line method over a period of 10 years.

iii) Leasehold land is amortized on straight line method over lease period.

D. Investments

Investments are classified into current and long term investments. Current investments are stated at lower of cost and fair value. Long term investments are stated at cost. A provision for diminution is made to recognize a decline, other than temporary, in the value of long term investments.

E. Inventories

(a) Items of inventories are measured at lower of cost or net realizable value. Raw material on floor shop and work-in- process is taken as part of raw material and valued accordingly.

(b) The cost is calculated on weighted average cost method. Cost comprises of expenditure incurred in normal course of business in bringing such inventories to its location and includes, where applicable, appropriate overhead based on normal level of activity. Obsolete, slow moving & defective inventories are identified at the time of physical verification of inventories and, where necessary, provision is made for such inventories.

(c) By-products are valued at net realizable value and are deducted from the cost of main product.

(d) Inventory of Finished Excisable product is valued inclusive of Excise Duty.

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentitions of financial statements

F. Revenue Recognition

(a) Export sales are accounted for on the basis of date of bill of lading. Domestic sales of goods are recognised on the dispatch of goods to the customers. Sales are net of discounts, Sales Tax, Excise Duty and Returns but include exchange fluctuations on exports realised during the year and also the effect of trade receivable in foreign exchange as at the year end and restated at exchange rate existing as on that date excise duty is first included in gross sales and reduce there after to compute net sales in confirmity with ASI-14 on disclosure of the revenue from sale transation. Dividend income is recognised when the right to receive dividend is established. Revenue and Expenditure are accounted for on a going concern basis. Interest Income / Expenditure is recognised using the time proportion method based on the rates implicit in the transaction.

(b) Revenue in respect of Insurance / others claims, Interest, Commission, etc. is recognised only when it is reasonably certain that the ultimate collection will be made.

(c) Turnover includes gain / loss on corresponding forward contracts.

G. Proposed Dividend

Dividends (including divided Tax thereon) are provided for in the books of account as proposed by the Directors, pending approval at the Annual General Meeting.

H. Research & Development

All expenditure other than Capital Expenditure on Research & Development is written-off in the year it is incurred. Capital Expenditure on Research & Development is included under Fixed Assets.

I. Employee Benefits

Contributions to the provident fund, which is a defined contribution retirement plan, are charged to the profit and loss account in the period in which the contributions are incurred. Present liability for future payment of gratuity and unavailed leave benefits are determined on the basis of actuarial valuation carried out by M/s. K.A. Pandit Consultant & Actuarial at the balance sheet date and is charged to the profit and loss account and Gratuity fund is managed by the Kotak Life Insurance.

J. **Foreign Exchange Transactions**

(a) Year-end balance of foreign currency monetary items is translated at the year-end rates and the corresponding effect is given in the respective accounts. Transactions completed during the year are adjusted on actual basis.

(b) Exchange difference on forward contract is also recognized in profit & loss Account on change of Exchange rate at the reporting date.

(c) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the year-end rates of the underlying foreign currency. Effects arising from swap contracts are adjusted on the date of settlement. Non monetary foreign currency items are carried at cost.

(d) In respect of Non integral foreign operation - both monetary and non-monetary items are translated at the closing rate and resultant difference is accumulated in foreign currency translation reserve, until the disposal of net investment.

(e) Non monetary foreign currency item are carried at cost.

K. **Government Grant**

Government grant is considered for inclusion in accounts only when conditions attached to them are complied with and it is reasonably certain that ultimate collection will be made. Grant received from government towards fixed assets acquired by the Company is deducted out of gross value of the asset acquired and depreciation is charged accordingly.

L. **Borrowing Costs**

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as a part of such assets till such time as the assets are ready for their intended use or sale. All other borrowing costs are recognised as expense in the period in which they are incurred.

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentitions of financial statements

M. **Taxes on Income**

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognised subject to the consideration of prudence in respect of deferred tax assets, resulting from timing differences between book and tax profits, at the tax rates that have been enacted or substantively enacted by the balance sheet date, to the extent these are capable of reversal in one or more subsequent periods.

N. **Leases**

In respect of Operating leases, rentals are expensed with reference to lease terms and other considerations.

O. **Contingent Liabilities**

Contingent liabilities are disclosed by way of note to the Balance Sheet. Provision is made in accounts for those liabilities which are likely to materialise after the year end and having effect on the position stated in the Balance Sheet as at the year end.

P. **Segment Reporting**

Segments are identified based on dominant source and nature of risks and returns and the internal organization and management structure. Inter segment revenue accounted for on the basis of transactions which are primary market led. Revenue and expenses which relate to enterprises as a whole and are not attributable to segments are included under "other unallocable expenditure net of unallocable income".

Q. **Financial and Management Information System**

An Integrated Accounting System has been put to practice which unifies both Financial Books and Costing Records. The books of account and other records have been designated to facilitate compliance with the relevant provisions of the Companies Act on one hand, and meet the internal requirements of information and systems for Planning, Review and Internal Control on the other. The Cost Accounts are designed to adopt Costing Systems appropriate to the business carried out by the Division, with each Division incorporating into its costing system, the basic tenets and principles of Standard Costing, Budgetary Control and Marginal Costing as appropriate.

R. **Impairment of Assets**

The Company assesses at each Balance Sheet date whether there is any indication that an assets may be impaired. If any such Indication exists; the Company estimates the recoverable amount of assets. If such recoverable amount of the assets or the recoverable amount of the cash generating unit to which the assets belong is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit & Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the assets is reflected at recoverable amount.

ADDITIONAL INFORMATION as required under Part-IV of Schedule - VI to the Companies Act, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.	**Registration Details**	
	Registration No.	52845
	State Code	55
	Balance Sheet Date	31/03/2011
II.	**Capital Raised during the Year**	**(Amount in ₹ Thousand)**
	Public / GDR Issue	Nil
	Right Issue	Nil
	Bonus Issue	Nil
III.	**Position of Mobilisation and Deployment of Funds**	**(Amount in ₹ Thousand)**
	Total Liabilities	1,56,06,955
	Total Assets	1,56,06,955
	Sources of Funds:	
	Paid-up Capital	2,43,541
	Reserves & Surplus	62,26,006
	Secured Loans	83,56,146
	Unsecured Loans	6,50,000
	Deferred Tax Liability	1,31,262
	Application of Funds :	
	Net Fixed Assets	40,55,051
	Investment	87,219
	Net Current Assets	1,14,64,685
	Misc. Expenditure	-
IV.	**Performance of Company**	**(Amount in ₹ Thousand)**
	Turnover	1,56,65,371
	Total Expenditure	1,40,84,739
	Profit/(Loss) Before Tax	15,80,632
	Profit/(Loss) After Tax	12,03,325
	Basic Earning Per Share (₹)	4.95
	Diluted Earnings per Share (₹)	4.95
	Dividend Rate	30%
V.	**Generic Names of Principal Products of Company**	
	(As per monetary terms)	
	Item Code No. (ITC Code)	1,00,600
	Product Description	Rice

As per our Separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
A. Cash flow from Operating Activities		
Net profit before taxation	158,06,32,023	149,97,89,219
Adjustments for		
Depreciation	35,94,73,913	27,57,88,508
Loss/(Profit) on sale on Fixed Assets	(51,09,410)	13,82,444
Profit/(Loss) on revaluation of short term investment	1,23,36,843	(15,40,500)
Interest Expense	50,06,53,332	40,63,54,827
Interest Income	(3,86,68,423)	(57,36,615)
Foreign Currency Translation Reserve	(18,18,052)	(3,13,27,012)
Operating Profit before Working Capital Changes	240,75,00,226	214,47,10,871
Decrease/ (Increase) in Inventory	(427,22,60,675)	6,62,19,021
Decrease/ (Increase) in Sundry Debtors	(12,92,44,673)	(64,40,37,578)
Decrease/ (Increase) in Term Deposits	1,86,07,895	19,88,26,978
Decrease/(Increase) in Loans & Advances	(61,68,84,604)	(4,51,68,975)
Increase/ (Decrease) in Sundry Creditors	33,73,26,937	40,20,43,518
Increase/ (Decrease) in Bank overdraft a/c with bank	96,63,213	(61,00,084)
Increase/ (Decrease) in advances from customers	70,54,83,305	22,87,86,266
Increase/ (Decrease) in other liabilities	(1,86,63,723)	(96,73,324)
Increase/ (Decrease) in Employee Benefits	2,20,698	54,64,779
Increase/ (Decrease) in Sundry Deposits	(64,72,269)	14,57,945
Cash from Operating Activities	(156,47,23,670)	234,25,29,417
Income tax paid (net of refund)	(30,48,38,614)	(27,10,45,337)
Net Cash from Operating Activities (Total A)	**(186,95,62,285)**	**207,14,84,080**
B. Cash flow from Investing Activities		
Purchase of fixed Assets	(19,49,75,061)	(126,07,50,744)
Decrease/(Increase) in Capital Work-in progress	(69,81,31,158)	(4,35,02,927)
Sale/Adjstment of Fixed Assets	86,00,365	38,91,017
Decrease/(Increase) in Investments	(8,37,19,708)	-
Miniority interest	88,46,657	-
Net Cash from Investing Activities (Total B)	**(95,93,78,905)**	**(130,03,62,654)**

C. Cash Flow from Financing Activities		
Increase/(Decrease) in Secured Loans	306,12,37,593	(21,12,59,309)
Increase/(Decrease) in Unsecured Loans	(10,00,00,000)	25,00,00,000
Interest Paid (Net)	(46,19,84,909)	(40,06,18,212)
Wealth Tax Paid	(1,83,000)	(2,27,235)
Dividend Paid	(3,64,66,791)	(8,50,89,179)
Dividend tax paid	(61,97,531)	(1,44,60,906)
Net Cash from financing Activities (Total C)	**245,64,05,362**	**(46,16,54,841)**
Net Change in Cash & Cash Equivalents (Total A+B+C)	**(37,25,35,828)**	**30,94,66,585**
Cash & Cash Equivalents- Opening Balance	42,13,03,860	11,18,37,275
Cash & Cash Equivalents- Closing Balance	4,87,68,032	42,13,03,860
Cash & Cash Equivalents		
Cash in hand	99,85,734	1,48,10,502
Balance with banks in current accounts	3,87,82,298	40,64,93,358
	4,87,68,032	42,13,03,860

Notes :

1. Statement has been prepared under the Indirect Method as set out in the Accounting Standard-3 on Cash Flow Statement.
2. Figures in brackets represent outflows.
3. Previous year figures have been recast / rearranged wherever considered necessary.

Auditors' Report
As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

Standalone Financial Statements

Contents

Auditors' Report 69

Balance Sheet 72

Profit and Loss Account 73

Schedule forming part of the Balance Sheet 74

Notes of the Financial Statement 81

Cash Flow Statement.................... 95

AUDITORS' REPORT

To The Members of KRBL Limited

1. We have audited the attached Balance Sheet of KRBL Limited as at 31st March, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks of the books and records of the Company, as we considered appropriate and according to the information and explanations given to us during the course of audit, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.

4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 appears from our examination of those books;

    (c) The Balance Sheet, the Profit and Loss Account 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 Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 to the extent applicable to the Company;

    (e) On the basis of the written representations received from the Directors and taken on record by the Board, we report that none of the Directors are disqualified as on 31st March, 2011 for being appointed as a director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;

    (f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the significant accounting policies and notes to accounts as per Schedule 19 to 22 give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principal generally accepted in India.

        i. In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;

        ii. In the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date; and

        iii. In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Shiv Sushil Bhawan
D-219, Vivek Vihar,
Phase-I,
New Delhi - 110 095
25th May, 2011

for Vinod Kumar Bindal & Co.
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph (3) of our report of even date)

1. In respect of fixed assets:

   (a) On the basis of available information the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

   (b) As explained to us, Fixed Assets have been physically verified by the management at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and nature of its business. No material discrepancies were noticed on such physical verification.

   (c) In our opinion & according to the information and explanation given to us, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.

2. In respect of inventories:

   (a) As explained to us, Inventories have been physically verified by the management at reasonable intervals during the year.

   (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) On the basis of our examination of the inventory records, the Company has maintained proper records of inventories. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of account.

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

   (a) The company has not granted any loans, secured or unsecured, to companies, firm or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. As the company has not granted any loans, secured or unsecured, to parties listed in the register maintained under Section 301 of the Companies Act, 1956, paragraphs (iii) (b), (c) and (d) of Paragraph 4 of the Order, are not applicable.

   (b) The Company has not taken loans, secured or unsecured, from companies, firms, or other parties covered in the register maintained under Section 301 of the Act. Accordingly, Clauses iii (f) and iii (g) of Paragraph 4 of the Order are not applicable to the Company.

4. 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 the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.

5. In respect of transactions covered under Section 301 of the Companies Act, 1956:

   (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so entered.

   (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered into the Register in pursuance of Section 301 of the Act and exceeding the value of Rupees Five Lakhs in respect of any party during the year, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time or the prices at which the transactions for similar goods have been made with other parties.

6. According to information and explanations given to us, the company has not accepted any deposits from the public within the meaning of sections 58A, 58AA or any other provision of the Companies Act,1956 and rules framed there under. Therefore the provisions of clause (vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.

8. We have broadly reviewed the books of account relating to the generation of power pursuant to the Rules made by the Central Government for the 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 determining whether they are accurate or complete. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 for any other products of the Company.

9. In respect of statutory dues:

 (a) According to the records of the Company examined by us, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues have generally been deposited regularly with the appropriate Authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.

 (b) The details of statutory dues that have not been deposited on account of any dispute are given as under:

Name of the Statute	Nature of the dues	Disputed dues	Period which amount Relates	Forum where dispute is pending
U.P. Trade Tax	Tax on Stock transfer of Rice	3,75,000/-	A.Y. 2005-06	Joint Commissioner Range-II, Noida
Income Tax	Regular Assessment	1,79,73,137/-	A.Y. 2003-04	CIT (Appeal), New Delhi
Income Tax	Regular Assessment	3,14,475/-	A.Y. 2007-08	CIT (Appeal), New Delhi
Income Tax	Regular Assessment	4,74,609/-	A.Y. 2008-09	CIT (Appeal), New Delhi
Income Tax	Regular Assessment	1,07,000/-	A.Y. 1994-95	CIT (Appeal), New Delhi
Income Tax	TDS Demand	11,46,311/-	F. Y. 2006-09	CIT (Appeal), New Delhi

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.

11. As per the records of the company produced before us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders as at the Balance Sheet date.

12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.

14. in our opinion and according to the information and explanation given to us, the company is not a dealer or trader in securities.The company has maintain proper records of transcation and contracts in respect of shares, securities and other investments and timely entries have been made therein. All shares, securities and other investment have been held by the company in its own name.

15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.

16. In our opinion the term loans were applied for the purposes for which they were raised.

17. According to the information and explanations given to us and on an overall examination of the Balance Sheet, the Company has not utilized short term sources towards repayment of long- term borrowings.

18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.

19. The Company has not issued any debentures and hence no securities have been created in this respect.

20. The Company has not raised any money by way of public issue during the year. Therefore, no comments on disclosure of the end use of such funds are called for.

21. During the course of our examination of the books and records of the company and according to the infor mation and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

Shiv Sushil Bhawan
D-219, Vivek Vihar,
Phase-I,
New Delhi - 110 095
25th May, 2011

for Vinod Kumar Bindal & Co.
Chartered Accountants
Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

BALANCE SHEET as at 31st March, 2011

(Amount in ₹)

Particulars	Schedule	As at 31/03/2011	As at 31/03/2010
SOURCES OF FUNDS			
Shareholders Funds			
(a) Share Capital	1	24,35,40,558	24,35,40,558
(b) Reserves & Surplus	2	582,54,23,269	475,53,85,585
Loan Funds			
(a) Secured Loans	3	835,61,45,794	529,49,08,201
(b) Unsecured Loans	4	65,00,00,000	75,00,00,000
Deferred Tax Liability		13,12,61,925	8,31,56,658
TOTAL		**1520,63,71,546**	**1112,69,91,002**
APPLICATION OF FUNDS			
Fixed Assets	5		
(a) Gross Block		551,58,40,798	451,84,52,141
Less:Depreciation		171,09,44,750	135,57,76,322
Net Block		380,48,96,048	316,26,75,819
(b) Capital Work-In-Progress		20,42,39,081	35,81,61,209
		400,91,35,129	352,08,37,028
Investments	6	12,99,47,141	2,52,27,433
Current Assets, Loans & Advances			
(a) Inventories	7	1208,50,03,966	781,27,43,291
(b) Sundry Debtors	8	148,00,32,981	135,07,88,308
(c) Cash & Bank Balances	9	5,15,21,944	8,42,26,980
(d) Loans & Advances	10	58,85,81,485	37,34,86,995
Total Current Assets		1420,51,40,376	962,12,45,574
Less: Current Liabilities & Provisions	11	313,78,51,100	204,03,19,033
Net Current Assets		**1106,72,89,276**	**758,09,26,541**
TOTAL		**1520,63,71,546**	**1112,69,91,002**
Notes to Accounts (Including Contingent Liabilities)	19		
Related Party Disclosures	20		
Segment Reporting	21		
Significant Accounting Policies	22		
The Schedule referred to above form an integral part of the Balance Sheet			

Auditors' Report
As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No.80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

PROFIT AND LOSS ACCOUNT for the year ended 31st March, 2011

(Amount in ₹)

Particulars	Schedule	For the year ended 31/03/2011	For the year ended 31/03/2010
INCOME			
Gross Sales	12	1551,26,57,824	1579,01,31,665
Less:Excise Duty		-	-
Net Sales		1551,26,57,824	1579,01,31,665
Other Income	13	9,73,19,192	3,93,83,672
TOTAL		**1560,99,77,016**	**1582,95,15,337**
EXPENDITURE			
Material Cost	14	1188,66,36,335	1257,40,15,081
Manufacturing Expenses	15	40,51,63,630	36,54,49,148
Administrative Expenses	16	29,11,09,789	25,80,06,299
Selling & Distribution Expenses	17	65,96,02,548	61,33,39,309
Interest & Financial Charges	18	47,56,20,162	41,74,38,870
Depreciation		35,94,53,267	27,57,88,508
TOTAL		**1407,75,85,731**	**1450,40,37,215**
Profit before Tax (PBT)		**153,23,91,285**	**132,54,78,122**
Provision for Taxation			
- Current Year		33,28,00,000	25,45,00,000
- Earlier Period		(37,71,772)	-
Deferred Tax		4,81,05,267	(3,62,926)
Wealth Tax		1,73,166	1,97,235
Profit after Tax (PAT)		**115,50,84,624**	**107,11,43,813**
Balance Brought Forward		318,31,75,899	234,73,60,730
Amount Available for Appropriation		433,82,60,523	341,85,04,543
Appropriations			
Dividend- Interim (inclusive of tax)		-	4,26,64,322
Dividend- Proposed (inclusive of tax)		8,50,46,940	4,26,64,322
General Reserve		17,00,00,000	15,00,00,000
Balance carried over to Balance Sheet		408,32,13,583	318,31,75,899
		433,82,60,523	**341,85,04,543**
Basic & Diluted Earning per Share {Face Value ₹ 1 each (P.Y. Face Value ₹ 1 each)}		4.75	4.41
Notes to Accounts (Including Contingent Liabilities)	19		
Related Party Disclosures	20		
Segment Reporting	21		
Significant Accounting Policies	22		
The Schedule referred to above form an integral part of the Profit & Loss Account			

Auditors' Report
As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No.80668

New Delhi
25th May, 2011

For and on behalf of the Board

d/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

SCHEDULES attached to and forming part of the Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 1 : SHARE CAPITAL		
Authorised		
30,00,00,000 Equity Shares of ₹1 each	30,00,00,000	30,00,00,000
Issued & Subscribed		
24,39,66,940 Equity Shares of ₹ 1 each (P.Y. 24,39,66,940 Equity Shares of ₹ 1 each)	24,39,66,940	24,39,66,940
Paid Up		
24,31,11,940 Equity Shares of ₹ 1 each (P.Y. 24,31,11,940 Equity Shares of ₹ 1 each)	24,31,11,940	24,31,11,940
Add: Amount received on 8,55,000 Equity Share of ₹ 1 each forfeited (P.Y. 8,55,000 Equity Shares of ₹ 1 each)	4,28,618	4,28,618
TOTAL	**24,35,40,558**	**24,35,40,558**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 2 : RESERVES & SURPLUS		
Share Premium Account		
As per last Balance Sheet	114,75,90,036	114,75,90,036
A	**114,75,90,036**	**114,75,90,036**
General Reserve		
As per Last Balance Sheet	42,46,19,650	27,46,19,650
Transferred from Profit & Loss Account	17,00,00,000	15,00,00,000
B	**59,46,19,650**	**42,46,19,650**
Profit & Loss Account	408,32,13,583	318,31,75,899
C	**408,32,13,583**	**318,31,75,899**
TOTAL (A+B+C)	**582,54,23,269**	**475,53,85,585**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 3 : SECURED LOANS		
1. **Term Loan from Banks**	1,54,15,26,683	97,38,27,759
[(Amount due within a year ₹ 47.78 Crores (P.Y. ₹ 48.52 Crore)) includes interest accrued but not due ₹ 12,00,774 (P.Y. ₹ 5,44,285)] (Secured by 1st pari-passu charge by way of equitable mortgage on Land & Building of the company and by way of hypothecation of present & future Plant & Machinery of the company & personal guarantees of Chairman & Managing Director, Joint Managing Directors & their relatives).		
2. **Working Capital Borrowing from Banks**	681,46,19,111	432,10,80,442
(Secured by 1st pari-passu charge on all Stocks, Book Debts & other Current Assets beside 2nd pari passu charge on factory Land & Building, Plant & Machinery & personal guarantees and equitable mortgage of certain personal properties of Chairman & Managing Director, Joint Managing Directors & their relatives).		
TOTAL	**835,61,45,794**	**529,49,08,201**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 4 : UNSECURED LOANS		
Short Term Loan		
From Banks	65,00,00,000	75,00,00,000
From Others	-	-
TOTAL	**65,00,00,000**	**75,00,00,000**

(secured against personal guarantees of promoter Directors in personal capacity & PDC of the Company)

SCHEDULES attached to and forming part of the Balance Sheet as at 31st March, 2011

(Amount in ₹)

SCHEDULE - 5 : FIXED ASSETS

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01/04/2010	Additions During the year	Deductions/ Adjustments	As at 31/03/2011	As at 01/04/2010	For the Year	Deductions/ Adjustments	As at 31/03/2011	As at 31/03/2011	As at 31/03/2010
Land:-										
a) Free Hold Land	22,89,35,720	-	-	22,89,35,720	-	-	-	-	22,89,35,720	22,89,35,720
b) Lease Hold Land	1,76,47,800	59,56,200	-	2,36,04,000	3,93,968	8,00,093	-	11,94,061	2,24,09,939	1,72,53,832
Building	75,31,50,351	15,81,41,206	-	91,12,91,557	8,72,76,700	1,65,40,621	-	10,38,17,321	80,74,74,236	66,58,73,651
Plant & Machinery	328,54,90,393	82,78,46,939	1,05,97,435	410,27,39,897	118,84,33,214	31,98,21,226	15,36,420	150,67,18,020	259,60,21,877	209,70,57,179
Vehicle & Trolley	12,91,56,146	1,49,77,225	59,73,972	13,81,59,399	4,01,06,924	1,42,95,864	27,48,419	5,16,54,369	8,65,05,030	8,90,49,222
Furniture & Fixtures	9,23,34,465	8,52,452	-	9,31,86,917	3,87,70,226	66,48,736	-	4,54,18,962	4,77,67,955	5,35,64,239
Intangible Assets:-										
a) Patent,Trade mark & Design	22,37,170	-	-	22,37,170	82,132	2,23,717	-	3,05,849	19,31,321	21,55,038
b) Computer Software Development	95,00,096	61,86,042		1,56,86,138	7,13,158	11,23,010	-	18,36,168	1,38,49,970	87,86,938
TOTAL (A)	**451,84,52,141**	**101,39,60,064**	**1,65,71,407**	**551,58,40,798**	**135,57,76,322**	**35,94,53,267**	**42,84,839**	**171,09,44,750**	**380,48,96,048**	**316,26,75,819**
Capital Work-in-Progress										
Building	10,35,12,191	17,55,66,808	26,22,07,401	1,68,71,598	-	-	-	-	1,68,71,598	10,35,12,191
Plant & Machinery	25,46,49,018	52,25,64,350	58,98,45,885	18,73,67,483	-	-	-	-	18,73,67,483	25,46,49,018
TOTAL (B)	**35,81,61,209**	**69,81,31,158**	**85,20,53,286**	**20,42,39,081**	**-**	**-**	**-**	**-**	**20,42,39,081**	**35,81,61,209**
TOTAL (A+B)	**487,66,13,350**	**171,20,91,222**	**86,86,24,693**	**572,00,79,879**	**135,57,76,322**	**35,94,53,267**	**42,84,839**	**171,09,44,750**	**400,91,35,129**	**352,08,37,028**
Previous Year	357,98,03,276	133,05,08,508	3,36,98,434	487,66,13,350	108,36,61,809	27,57,88,508	36,73,995	135,57,76,322	352,08,37,028	249,61,41,467

SCHEDULES attached to and forming part of the Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 6 : INVESTMENTS		
LONG TERM		
Not Quoted		
KRBL DMCC {Wholly owned Subsidiary company (1800 fully paid ordinary shares of AED 1000 each)}	2,17,27,433	2,17,27,433
K. B. Exports Private Limited{Partily owned Subsidiary company (21,00,000 fully paid equity shares of ₹ 10 each)}	2,10,00,000	-
CURRENT		
Quoted		
NHPC Limited (8,82,712 equity shares of ₹ 10 each)	2,23,32,614	-
Coal India Limited (76,437 equity Shares of ₹ 10 each)	1,87,27,065	-
Power Grid Corporation of India Limited (1,07,667 equity shares of ₹ 10 each)	96,90,030	-
Shipping Corporation of India Limited (2,42,265 equity shares of ₹ 10 each)	2,60,31,374	-
MOIL Limited (18,923 equity shares of ₹ 10 each)	70,96,125	-
Not Quoted		
SBI One India Fund (1,00,000 units of ₹ 10 each)	10,00,000	10,00,000
SBI Infrastructure Fund-I (2,50,000 units of ₹ 10 each)	23,42,500	25,00,000
TOTAL	**12,99,47,141**	**2,52,27,433**

During the year the unquotaed investment 6,74,63,135.97 units (P.Y. 27,86,58,136.66 units) in Mutual fund was purchased for ₹ 136.00 Crores (P.Y. ₹ 308 Crores) & the same was sold/redeemed at ₹ 136.08 Crores (P.Y. ₹ 308.59 Crores)

(Amount in ₹)

Aggregate value of	As at 31/03/2011		As at 31/03/2010	
	Book value	Market Value	Book value	Market Value
Quoted Investment	83,877,208	93,290,530	-	-
Unquoted Investment	46,069,933	-	25,227,433	-

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 7 : INVENTORIES		
(As taken, valued and certified by the Management)		
Raw Materials	551,09,33,215	388,36,88,756
Finished Goods	611,25,31,409	370,43,51,960
Stores, Spares & Packing Materials	46,15,39,342	22,47,02,575
TOTAL	**1208,50,03,966**	**781,27,43,291**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 8 : SUNDRY DEBTORS		
Unsecured & Considered Good		
Exceeding Six Months	5,82,79,858	81,44,353
Others	142,17,53,123	134,26,43,955
TOTAL	**148,00,32,981**	**135,07,88,308**

Debt due from Directors/Firms in which the directors are interested ₹ Nil (P.Y. ₹ Nil) (Maximum amount outstanding at any time during the year ₹ Nil (P.Y. ₹ Nil)

SCHEDULES attached to and forming part of the Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 9 : CASH & BANK BALANCES		
Cash in hand	99,85,534	1,45,64,892
(As certified by the Management)		
Balance with Banks in Current Accounts	3,70,78,611	4,65,96,394
Balance with Banks in Term Deposits	44,57,799	2,30,65,694
TOTAL	**5,15,21,944**	**8,42,26,980**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 10 : LOANS & ADVANCES		
Unsecured & Considered good		
Advance recoverable in cash or in kind or for value to be received	54,05,94,512	25,33,22,739
Security & Deposits	4,79,86,973	12,01,64,256
TOTAL	**58,85,81,485**	**37,34,86,995**

Debt/Security deposit by the company in which the directors are interested ₹ 9.71 Crore (P.Y. ₹ 9.71 crores) (Maximum amount outstanding at any time during the year ₹ 9.71 Crore (P.Y. ₹ 9.71 crores)

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 11 : CURRENT LIABILITIES & PROVISIONS		
Current Liabilities		
Sundry Creditors	132,45,49,425	98,72,22,488
Overdraft in Current a/c with banks	1,37,52,694	40,89,481
Advances from subsidiary company	14,67,593	14,67,593
Security Deposits		64,72,269
Advances from customers	158,26,14,679	87,71,31,374
Other Liabilities	7,91,81,405	9,79,74,850
Provision For		
Proposed Dividend	729,33,582	3,64,66,791
Tax on Dividend	1,21,13,357	61,97,531
Providend Fund	14,71,613	12,02,463
Insurance, Leave Encashment, Bonus & Gratuity	2,18,25,742	2,18,74,193
Income Tax (Net)	2,77,58,010	-
Wealth Tax	1,83,000	2,20,000
TOTAL	**313,78,51,100**	**204,03,19,033**

SCHEDULES attached to and forming part of the Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 12 : SALE		
EXPORT		
Rice	647,51,02,918	910,23,51,357
Cotton	2,96,92,161	-
Total (A)	**650,47,95,079**	**910,23,51,357**
DOMESTIC		
Rice	818,49,57,324	603,44,36,137
Rice Bran	13,19,45,826	13,60,89,505
Seed & Paddy	9,02,54,235	11,85,53,123
Bran Oil	17,26,06,281	6,10,38,052
Power	21,98,96,266	21,55,20,979
Cotton	5,33,20,710	-
Scrap & others	15,48,82,103	12,21,42,512
Total (B)	**900,78,62,745**	**668,77,80,308**
Total (A+B)	**1551,26,57,824**	**1579,01,31,665**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 13 : OTHER INCOME		
Profit on sale of Assets & Investment	51,09,410	59,46,630
Warehouse Rent	97,25,151	78,78,384
Miscellaneous Income	8,24,84,631	2,55,58,658
TOTAL	**9,73,19,192**	**3,93,83,672**

(Amount in ₹)

Particulars		For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 14 : MATERIAL COST			
Opening Stock of Raw Material		388,36,88,756	288,25,34,590
Purchases of Raw Material		1528,89,24,789	1191,80,90,279
		1917,26,13,545	1480,06,24,869
Less: Closing Stock of Raw Material		551,09,33,215	388,36,88,756
Raw Material Consumed	A	1366,16,80,330	1091,69,36,113
(Increase)/Decrease in Finshed Goods (Produced)	B	(240,81,79,449)	111,60,95,890
Purchases - Seeds	C	5,21,48,461	8,40,37,652
Bardana/Packing Material Consumed	D	42,33,52,688	41,39,58,305
Purchases - Cotton	E	9,81,15,388	-
Purchases-others	F	5,95,18,917	4,29,87,121
TOTAL (A+B+C+D+E+F)		**1188,66,36,335**	**1257,40,15,081**

SCHEDULES attached to and forming part of the Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 15 : MANUFACTURING EXPENSES		
Wages & Salaries	10,44,24,101	8,84,17,079
Contribution to Provident & other Funds	60,79,420	60,91,471
Power & Fuel	5,37,10,106	6,57,83,302
Consumption of Stores & Spare Parts	4,71,20,048	3,18,31,840
Machinery Repairs & Maintenance	5,47,11,815	7,54,33,168
Freight Charges	6,41,20,217	4,49,21,034
Warehouse & Godown Rent	2,29,44,987	1,41,28,259
Fumigation & Phytosanitory Expenses	1,06,28,390	84,15,155
Loading & Unloading Charges	3,63,23,373	2,88,77,942
Rice Sorting & Paddy Milling Charges	41,18,740	3,17,375
Other Manufacturing Expenses	9,82,433	12,32,523
TOTAL	**40,51,63,630**	**36,54,49,148**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 16 : ADMINISTRATIVE EXPENSES		
Salaries/Establishment	17,23,77,373	14,57,94,544
Contribution to Provident & other Funds	77,07,044	61,46,913
Gratuity	55,19,647	53,68,170
Travelling & Conveyance	2,08,25,672	1,82,50,002
Postage, Telegrame & Telephone	75,28,327	66,44,829
Insurance Charges	1,41,35,267	1,50,94,018
Vehicle Running & Maintenance	76,24,095	71,06,234
Loss on Sale of Assets	-	13,82,444
Loss on Revaluation of Short Term Investments	1,23,36,843	(15,40,500)
Payment to Auditors		
- For Audit	7,72,100	6,06,650
- For Tax Audit	2,50,000	2,50,000
- For Taxation & Certification work	1,65,450	1,10,300
Printing & Stationery	34,96,708	44,04,867
Legal & Professional Charges	1,25,15,192	1,47,66,848
Fee & Subscription	18,80,325	25,26,336
Rent	1,18,63,266	94,21,485
Charity & Donation	11,76,500	1,48,220
Repairs & Maintenance (Building)	89,87,016	1,29,10,457
Repairs & Maintenance (Others)	19,48,964	37,64,408
DEPB Written off	-	47,75,673
Other Expenses	-	74,401
TOTAL	**29,11,09,789**	**25,80,06,299**

SCHEDULES attached to and forming part of the Profit and Loss Account for the year ended 31st March, 2011

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 17 : SELLING & DISTRIBUTION EXPENSES		
Advertisement Expenses	8,81,75,517	7,06,56,381
Business Promotion Expenses	9,94,12,231	8,59,71,687
Clearing, Forwarding & Storage Charges	5,48,20,655	5,81,17,906
Freight on Sale	26,03,33,150	26,37,78,942
Brokerage/Commission/Discount	9,17,35,065	7,06,17,286
Taxes on Sale	6,51,25,930	6,41,97,107
TOTAL	**65,96,02,548**	**61,33,39,309**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE - 18 : INTEREST & FINANCIAL CHARGES		
Interest Paid		
- On Term Loans	7,55,01,492	6,28,18,234
- On Others	42,51,51,840	34,35,36,593
Total (A)	**50,06,53,332**	**40,63,54,827**
Less:Interest Received		
From Banks {TDS ₹32,50,468 (P.Y. ₹14,56,249)}	3,25,30,660	28,23,464
From Others on Trading Debt & Staff Loan{TDS ₹67,171 (P.Y. ₹1,60,160)}	61,37,763	29,13,151
Total (B)	**3,86,68,423**	**57,36,615**
Interest Paid (Net) Total (A - B)	**46,19,84,909**	**40,06,18,212**
Bank Charges	1,36,35,253	1,68,20,658
TOTAL	**47,56,20,162**	**41,74,38,870**

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

1. The Consolidated Financial Statements of the Company and its subsidiary, are enclosed separately in accordance with Accounting Standard 21 (AS-21) "Consolidated Financial Statements".

2. Previous year figures have been regrouped/recast wherever found necessary.

3. Additional information pursuant to Part - II of Schedule VI to the Companies Act, 1956.

(a) Production

Class of Goods	Licenced Capacity	Installed Capacity	Actual Production
Rice	N.A.	195.00 MT per hour (P.Y. 195.00 MT per hour) (Paddy Milling)	Milling of 3,56,874.81 MT (P.Y. 3,24,734.63 MT) of Paddy resulting into production of 2,24,951.75 MT (P.Y. 1,97,534.81 MT) of Rice
Furfural	N.A.	10 MT (P.Y 10 MT) per day	Nil (P.Y. Nil)
Bran Oil	42 MT per day	42 MT (P.Y 42 MT) per day	3,392 MT (P.Y. 2,671 MT)
Power	N.A.	49.00 MW (P.Y. 41.20 MW)	7,75,82,954 Unit (P.Y. 5,65,90,310 Unit)

Production of 7,75,82,954 units (P.Y. 5,65,90,310 units) of power out of which 2,60,98,592 units (P.Y. 2,55,29,171 units) power were used as captive consumption & Steam produced for captive consumption 2,06,740.20 MT (P.Y. 2,64,460 MT)

(b) Opening Stock, Purchases, Sales and Closing Stock of each class of goods dealt in by the Company:-

Class of Goods		Current Year		Previous Year	
		Quantity	Value (₹)	Quantity	Value (₹)
OPENING STOCK					
Paddy	(MT)	1,95,495	388,36,88,756	1,46,784	288,25,34,590
Rice - Finished Goods	(MT)	1,29,871	359,69,67,711	1,58,037	476,57,96,242
Seeds	(MT)	2,167	5,21,24,109	1,729	4,24,86,246
Bardana & Gunny Bags	(Nos.)	1,40,89,583	12,88,84,252	1,03,43,043	14,53,72,518
LDPE Films	(Kgs.)	35,305	60,18,001	49,308	98,22,205
Jute Cloth	(Yards)	4,07,170	1,20,79,628	2,59,286	43,13,907
Bran Oil	(MT)	1,228	4,29,94,525	204	77,53,608
PURCHASE					
Paddy	(MT)	3,99,292	898,55,19,294	3,72,054	727,99,56,747
Rice	(MT)	1,57,250	630,34,05,495	1,10,373	463,81,33,532
Seeds	(MT)	4,211	5,21,48,461	5,106	8,40,37,652
Bardana & Gunny Bags	(Nos.)	47,07,455	10,64,22,082	96,29,149	17,65,54,075
LDPE Film	(Kgs.)	3,48,277	8,33,25,313	3,20,215	5,81,35,592
Jute Cloth	(Yards)	59,84,000	15,66,80,223	71,59,000	15,15,41,608
Cotton	(MT)	828	9,81,15,388	-	-
SALES					
Rice	(MT)	3,24,657	1466,00,60,242	3,35,076	1513,67,87,494
Seeds & Paddy	(MT)	1,417	9,02,54,235	4,773	11,85,53,123
Rice Bran	(MT)	13,230	13,19,45,826	7,719	13,60,89,505
Bran Oil	(MT)	4,243	17,26,06,281	1,647	6,10,38,052
Power	(Units)	5,14,84,362	21,98,96,266*	3,10,61,139	21,55,20,979*
Cotton	(MT)	551	8,30,12,871	-	-
CLOSING STOCK					
Paddy	(MT)	2,38,037	551,09,33,215	1,95,495	388,36,88,756
Rice - Finished Goods	(MT)	1,87,332	600,87,04,600	1,29,871	359,69,67,711
Seeds	(MT)	1,332	2,57,50,614	2,167	5,21,24,109
Bardana & Gunny Bags	(Nos.)	1,57,75,874	19,97,73,325	1,40,89,583	12,88,84,252
LDPE Film	(Kgs.)	72,354	1,64,50,999	35,305	60,18,001
Jute Cloth	(Yards)	10,66,110	3,11,72,032	4,07,170	1,20,79,628

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

Class of Goods		Current Year		Previous Year	
		Quantity	Value (₹)	Quantity	Value (₹)
Bran Oil	(MT)	377	1,60,31,850	1,228	4,29,94,525
Cotton	(MT)	277	3,26,98,827	-	-
RAW MATERIAL AND COMPONENTS CONSUMED					
Paddy	(MT)	3,56,750	735,82,74,835	3,23,232	627,88,02,581
Rice	(MT)	1,57,250	630,34,05,495	1,10,373	463,81,33,532
Bardana & Gunny Bags	(Nos.)	30,21,164	3,55,33,010	58,82,609	19,30,42,341
LDPE Film	(Kgs.)	3,11,228	7,28,92,315	3,34,218	6,19,39,796
Jute Cloth	(Yards)	53,25,060	13,75,87,818	70,11,116	14,37,75,887

* Power Sale includes carbon credit

Value of raw materials, including packaging materials, spare parts and components consumed during the year.

	Percentage		Value (₹ in Crores)	
	2011	2010	2011	2010
Raw material				
Imported	Nil	Nil	Nil	Nil
Indigenous	100%	100%	1390.77	1131.57
Spare parts & components				
Imported	0.63%	59.80%	0.03	1.90
Indigenous	99.37%	40.20%	4.68	1.28

- The shortages in quantity of rice, seeds and cotton have not been separately shown but are included in the sales figure and paddy shortages have been included in consumption figures since the quantities involved were insignificant as compared to the volume handled.
- Purchases and consumption of Bardana includes bags received/supplied free of cost along with purchase/sale of Paddy and Rice.

(c) The Company has milled 125.00 MT (P.Y. 1,502.63 MT) of Paddy on job work basis received from various agencies namely, Pun sup and Pun grain, resulting in production of 83.75 MT (P.Y. 996.70 MT) of Rice and 658.65 MT (P.Y. 431.78 MT) of Rice has been dispatched to these agencies during the year.

(d) CIF value of Imports made during the year in respect of:

(i) Components and Spare Parts ₹ 2,95,562 (P.Y. ₹ 1,90,36,399),

(ii) Capital Goods Purchased ₹ 12,85,24,424 (P.Y. ₹ 8,89,70,155).

(e) Earnings in foreign exchange on mercantile basis - ₹ 642,80,07,277 (P.Y. ₹ 892,64,88,897).

(f) Expenditure in foreign currency on mercantile basis (i) Foreign Travel & Other: ₹ 15,08,137 (P.Y. ₹ 13,81,655) [By Directors: ₹ 9,62,811 (P.Y. ₹ 6,85,054)], (ii) Ocean Freight: ₹ 6,21,17,255 (P.Y. ₹ 5,34,06,740),(iii) Legal, professional & Other charges: ₹ 12,91,186 (P.Y. ₹ 16,30,054), (iv) Salary: ₹ 20,91,867 (P.Y. ₹ 20,04,223), (v) Selling & Distribution Expenses ₹ 13,81,706 (P.Y. ₹ 47,47,553).

(g) Remittance in Foreign Currency on account of dividends:

Financial Year	On account of	No. of shares held	No. of Non-Resident Shareholder	₹ in lacs.
2010-11 (Final)	2009-10	3,90,00,000	5	58.50
(P.Y. 2009-10)	(P.Y. 2008-09)	(P.Y. 4,31,00,000)	(P.Y. 5)	(P.Y. 86.20)
2010-11 (Interim)	2010-11	3,90,00,000	5	NIL
(P.Y. 2009-10)	(P.Y.2009-10)	(P.Y. 3,90,00,000)	(P.Y. 5)	(P.Y. 58.50)

(h) Managerial remuneration to Executive Directors ₹ 2,24,82,000 (P.Y. ₹ 1,42,05,600) including value of Perquisites ₹ 1,98,000 (P.Y. ₹ 1,05,600).

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

(i) F.O.B. value of exports - ₹ 626,58,88,930 (P.Y. ₹ 881,16,32,102).

4. (a) The Company has requested all its Sundry Creditors to furnish Small Scale Industries Registration Certificate (SSIRC) but since the creditors, having outstanding balance at the year end, have not furnished the SSIRC, it is deemed that none of them is a Small Scale Industrial Undertaking and no such amount is payable as on the balance sheet date.

   (b) There are no Micro, Small and Medium Enterprises (P.Y. Nil) to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2011. This information, required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

   (c) Moreover, the Company primarily deals in procurement of agri-products which are sourced from the Farmers and Aartias (Commission Agents) who are not covered under the provisions of the Micro, Small and Medium Enterprises Development Act,2006.

5. Unclaimed dividend amounting to ₹ 24,10,394 (P.Y. ₹ 23,95,663) pending on account of non presentation of cheques has been deposited in separate accounts with Scheduled Bank.

6. Insurance charges include payment of ₹ 1,02,81,712 (P.Y. ₹ 1,02,81,712) on account of Key man Insurance of personnel of the Company.

7. A sum of ₹ 40.36 Lacs (P.Y. ₹ 72.10 Lacs) has been received from DMI through NABARD towards construction of rural godown and a sum of ₹ 44.01 Lacs (P.Y. ₹ Nil) is receivable from DMI through NABARD towards construction of rural godown. The entire grant so received / receivable has been deducted from the respective cost of the Capital Expenditure.

8. The Company purchased the assets (Land, Building & Machineries) of an integrated rice mill at Dhuri, District Sangrur, Punjab in an auction for net consideration of ₹ 15.80 crores through Hon'ble High Court of Punjab & Haryana at Chandigarh. Conveyance deed of the said property was registered on 02.05.2005. However, an appeal no. 21 of 2003 was filed by the bidders before the Hon'ble High Court of Haryana & Punjab challenging the sale process, while the appeal was pending, in a new judgment, The Hon'ble High Court of Haryana & Punjab remanded the judgment, against which appeal no. 21 of 2003 was pending, for review of the decision by another independent Judge. Thus appeal no 21 of 2003 got infructuous and in remand the case was again heard and sale was reconfirmed in favor of KRBL Limited by the independent Judge. Against the reconfirmation of sale the party which had filed earlier appeal, have filed an appeal contesting this judgment. The new appeal number is 4 of 2009, which was lying before The Hon'ble High Court of Haryana & Punjab stands dismissed vide order dated November 12, 2010 passed by the bench comprising Hon'ble Chief Justice Mukul Mudgul & Hon'ble Justice Ajey Tiwari. The appellant has not approached the apex court against dismissal of its above referred appeal & the period for filing the appeal before the apex court also standlapsed. Thus the assets purchased by the company are totally dispute free.

9. None of the fixed assets has been revalued during the year.

10. Borrowing Costs

    The borrowing costs amounting to ₹ 1,58,44,441 (P.Y. ₹ 17,33,855) attributable to the acquisition or construction of qualifying assets are capitalized as a part of those assets.

11. Prior Period Items

    There is no prior period item, which is considered material for the purpose of disclosure in accordance with the Accounting Standard-5 on "Net Profit or Loss for the period, Prior Period items and changes in Accounting Policies".

12. Research & Development Expenses for the year amounting to ₹ 220.03 Lacs (P.Y. ₹ 162.13 Lacs) including capital expenditure of ₹ Nil (P.Y. ₹ 0.17 Lacs).

INDIA GATE
BASMATI RICE

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

13. Intangible Assets

In accordance with Accounting Standard - 26 on 'Intangible Assets', ₹ 61.86 lacs (P.Y. ₹ 117.37 Lacs) have been capitalized on account of computer software development charge and for miscellaneous expenditure incurred by the company is being charged off to the Profit & Loss Account, unless it qualifies to be an 'Intangible Asset, in which case it shall be forwarded as permitted by the Standard.

14. Earnings per Share (EPS)

EPS is calculated by dividing the profit attributable to the equity share holders by the average number of equity shares outstanding during the year. Number used for calculating basic and diluted earnings per equity is stated below:

		2010-11	**2009-10**
(i)	Profit after tax (₹ in Lacs)	11,550.85	10,711.44
(ii)	Weighted average number of equity shares for basic & dilutive EPS	24,31,11,940	24,31,11,940
(iii)	Nominal value per equity share (₹)	1	1
(iv)	Earnings per share (Basic & Dilutive)	4.75	4.41

15. The deferred Tax Liability comprise of the following:

		As at 31st March 2011	**As at 31st March 2010**
a)	Deferred Tax Liability related to Fixed Assets	13,66,57,828	8,74,60,288
b)	Deferred Tax disallowance under the Income Tax Act,1961	53,95,903	43,03,630
	Deferred Tax Liability	**13,12,61,925**	**8,31,56,658**

16. Derivative Instruments

(a) Outstanding forward exchange contracts as at 31st March, 2011 entered by the Company for the purpose of hedging its foreign currency exposures are as under:

(₹ in Crores)

Currency	Cross Currency	Buy	Sell
US Dollar	Indian Rupee	₹ Nil (P.Y. Nil)	₹1.34 (P.Y. ₹ Nil)

(b) Foreign currency exposure recognized by the Company that have not been hedged by a derivative instrument or otherwise as at 31st March, 2011 are as under:

(₹ in Crores)

Currency	Cross Currency	Buy	Sell	Net
US Dollar	Indian Rupee	₹ Nil (P.Y. ₹ Nil)	₹ Nil (P.Y. ₹ Nil)	₹ Nil (P.Y. ₹ Nil)

Consequent to the announcement issued by the Institute of Chartered Accountants of India in March, 2008, on accounting for derivatives, the Company has Marked to Market Forward Contracts Outstanding as at 31st March, 2011, and accordingly unrealized gain/(loss) of ₹ 2,97,092 (P.Y. ₹ Nil) has arisen, which has been accounted for accordingly in the books of account.

17. The Company has entered into lease agreements for the period of five years, which are in the nature of operating leases as defined in the Accounting Standard - 19 (AS 19) in respect of leases:

	31/03/2011	**31/03/2010**
(a) Future minimum lease payments under non cancellable operating leases in respect of lease agreements entered into on or after 01/04/2010:		
- Not later than one year	Nil	Nil
- Later than one year but not later than five years	164.70	236.25
- Later than five years	76.50	85.00
(b) Lease payments recognised in the statement of Profit and Loss Account, in respect of operating lease agreements entered into on or after 01/04/2010	90.85	87.25

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

c) Significant Leasing arrangement:

The Company has entered into leasing arrangements in respect of godowns / premises.

(i) *Basis of determining contingent rent:*

Contingent rents are payable for excessive, improper or unauthorized use of the assets, beyond the terms of the lease agreement, prejudicially affecting the resale value of the asset, either by way of increase in lease rentals or by way of lump-sum amount, as agreed between the parties.

(ii) *Renewal / purchase options & escalation clauses:*

Lease agreements are renewable for further period or periods on terms and conditions mutually agreed between the parties. Variations in lease rentals are made in the event of a change in the basis of computation of lease rentals by the lessor.

(iii) There are no restrictions imposed by the lease arrangements, concerning dividends, additional debt and further leasing.

18. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if

(a) the Company has a present obligation as a result of a past event;
(b) a probable outflow of resources is expected to settle the obligation; and
(c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received ultimately.

Contingent liability is disclosed in case of:

(a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;

(b) a present obligation when no reliable estimate is possible; and

(c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognised, nor disclosed. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

Detail of movements in provisions in accordance with Accounting Standard 29.

(₹ in Lacs)

Provisions	As at 01/04/2010	Additions made during the year	Reversed / adjusted / paid	As at 31/03/2011
Income Tax	**-**	**3,328.00**	**3,050.42**	**277.58**
	(P.Y. 165.46)	(P.Y. 2,538.37)	(P.Y. 2,703.83)	(P.Y. Nil)
Wealth Tax	**2.20**	**1.83**	**2.20**	**1.83**
	(P.Y. 2.50)	(P.Y. 2.20)	(P.Y. 2.50)	(P.Y. 2.20)

Contingent liabilities

(a) Contingent liabilities in respect of Bank guarantee ₹ 2.05 Lacs (P.Y. ₹ 176.92 Lacs).

(b) Contingent liabilities in respect of Bills discounted with Banks is ₹ 6,775.05 Lacs (P.Y. ₹ 1,460.90 Lacs). Outstanding amount as on date is ₹ Nil (P.Y. ₹ Nil).

(c) Disputed Income Tax demand in appeal ₹200.16 Lacs (P.Y ₹ 3.11 Lacs) and disputed Sales Tax demand in appeal ₹ 102.79 Lacs (P.Y. ₹ 419.03 Lacs), which includes amount paid ₹80.68 Lacs (P.Y. ₹ Nil) for Income Tax and ₹ 99.04 Lacs(P.Y. ₹ 174.28 Lacs) for sales tax. Based on pronounced legal ratio and the interpretation of other relevant provisions, the company has been legally advised that the demands are likely to be either deleted or substantially reduced and thus no provision thereof has been made in current year.

	31/03/2011	31/03/2010
Contingent Assets	Nil	Nil

SCHEDULE-19: Notes to the accounts attached to and forming part of the Financial Statements for the year ended 31st March, 2011

19. By virtue of change in accounting standard (AS-11) on "effect of change in foreign exchange rates" notified in the Companies Accounting Standards 2006, the Company has foreign currency loan of ₹ 56.40 crores on fixed assets at the year end. Therefore, effect of change in foreign exchange amounting to ₹ 1.20 crores taken on profit & loss account at the year end.

20. Defined Benefit Plan - As per Actuarial Valuations as on 31st March, 2011 and recognized in the financial statements in respect of Employee Benefit Schemes:

(₹ in Lacs)

			For the year ended 31st March, 2011 Gratuity Fund	For the year ended 31st March, 2010 Gratuity Fund
I.	**Components of Employer Expense**			
	1	Current Service Cost	**25.50**	7.66
	2	Interest Cost	**9.95**	5.85
	3	Expected Return on Plan Assets	**(5.71)**	(4.33)
	4	Actuarial Losses / (Gains)	**25.46**	43.23
	5	Total expense recognized in the statement of Profit & Loss Account	**55.20**	52.41
II.	**Actual Returns**			
III.	**Net Asset / (Liability) recognized in Balance Sheet**			
	1	Present Value of Defined Benefit Obligation	**(175.46)**	(124.33)
	2	Fair Value on Plan Assets	**117.71**	71.39
	3	Status [Surplus / (Deficit)]	**(57.75)**	(52.94)
	4	Net Asset / (Liability) recognized in Balance Sheet	**(57.75)**	(52.94)
IV.	**Change in Defined Benefit Obligations (DBO)**			
	1	Present Value of DBO at the beginning of period	**124.33**	75.51
	2	Current Service Cost	**25.50**	7.66
	3	Interest Cost	**9.95**	5.85
	4	Actuarial (Gains) / Losses	**25.90**	47.69
	5	Benefits Paid	**(10.22)**	(12.39)
	6	Present value of DBO at the end of period	**175.46**	124.33
V.	**Change in Fair Value of Assets**			
	1	Plan Assets at the beginning of period	**71.39**	55.90
	2	Expected Return on Plan Assets	**5.71**	4.33
	3	Actuarial Gains / (Losses)	**0.44**	4.46
	4	Actual Company Contribution	**50.38**	19.09
	5	Benefits paid	**(10.22)**	(12.39)
	6	Plan Assets at the end of period	**117.71**	71.39
VI.	**Actuarial Assumptions**			
	1	Discount Rate (%)	**8.25**	8.00
	2	Expected Return on Plan Assets (%)	**8.25**	8.00

The estimates of future salary increase, considered in actuarial valuations take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

SCHEDULE-20: Related Party disclosures in accordance with AS-18 "Related Party Disclosures"

A) RELATED PARTIES AND THEIR RELATIONSHIP

1. Subsidiary Company : KRBL DMCC
K. B. EXPORTS PRIVATE LIMITED

2. Key Management Personnel

Mr. Anil Kumar Mittal	:	Chairman & Managing Director
Mr. Arun Kumar Gupta	:	Joint Managing Director
Mr. Anoop Kumar Gupta	:	Joint Managing Director
Mr. Ashok Chand	:	Whole Time Director
Dr. Narpinder Kumar Gupta	:	Non Executive & Independent Director
Ms. Priyanka Mittal	:	Whole Time Director & Daughter of CMD
Mr. Vinod Ahuja	:	Non Executive & Independent Director
Mr. Ashwani Dua	:	Non Executive & Independent Director
Mr. Shyam Arora	:	Non Executive & Independent Director
Mr. Gautam Khaitan	:	Non Executive & Independent Director

3. Employee benefit plans where there in significant influence

- KRBL LIMITED Employees Group Gratuity Trust.

4. **Relatives of Key Management Personnel**

Mrs. Preeti Mittal	:	Wife of Mr. Anil Kumar Mittal
Mrs. Anulika Gupta	:	Wife of Mr. Arun Kumar Gupta
Mrs. Binita Gupta	:	Wife of Mr. Anoop Kumar Gupta
Mr. Ashish Mittal	:	Son of Mr. Anil Kumar Mittal
Mrs. Neha Gupta	:	Daughter of Mr. Arun Kumar Gupta
Ms. Rashi Gupta	:	Daughter of Mr. Anoop Kumar Gupta
Mr. Kunal Gupta	:	Son of Mr. Arun Kumar Gupta
Mr. Akshay Gupta	:	Son of Mr. Anoop Kumar Gupta
Mr. Ayush Gupta	:	Son of Mr. Anoop Kumar Gupta
Anil Kumar Mittal HUF	:	Mr. Anil Kumar Mittal is Karta of HUF
Arun Kumar Gupta HUF	:	Mr. Arun Kumar Gupta is Karta of HUF
Anoop Kumar Gupta HUF	:	Mr. Anoop Kumar Gupta is Karta of HUF
Bhagirath Lal Gupta HUF	:	Mr. Anil Kumar Mittal is Karta of HUF

5. Enterprises over which significant influence exercised by Key Management Personnel

Khushi Ram Behari Lal	:	Partnership Firm in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are partners
Anurup Exports Pvt. Limited	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors
Radha Raj Ispat (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta, Mr. Anoop K. Gupta & Ms. Priyanka Mittal are directors
Radha Raj Infrastructure (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta, Mr. Anoop K. Gupta & Mr. Ashwani Dua are directors
KRBL Infrastructure Ltd.	:	Public Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors
Aakash Hospitality (P) Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are directors
Holistic Farms Pvt. Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Mr. Arun K. Gupta & Mr. Anoop K. Gupta are Directors
Radha Raj IT City & Parks Pvt. Ltd.	:	Private Limited Company in which Mr. Anil K. Mittal, Arun K. Gupta & Mr. Anoop K. Gupta are Directors

SCHEDULE-20: Related Party disclosures in accordance with AS-18 "Related Party Disclosures"

Radha Raj Logistics Pvt. Ltd.	:	Private Limited Company in which Mr. Anoop K. Gupta & Mr. Ashwani Dua are Directors
KRBL Foods Limited		Public Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors
Adwet Warehousing Private Limited		Private Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors
Padmahasta Warehousing Private Limited		Private Limited Company in which Mr. Anil Kumar Mittal, Mr. Arun Kumar Gupta & Mr. Anoop Kumar Gupta are Directors

(B) TRANSACTIONS WITH THE RELATED PARTIES

(₹ in Lacs)

Particulars	Enterprises over which significant influence exercised by key management personnel		Key Management Personnel (including relatives)		Subsidiary Company		Total	
	2011	2010	2011	2010	2011	2010	2011	2010
Purchases of Goods	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sale of Goods	1,869.92	1,584.81	Nil	Nil	Nil	Nil	1,869.92	1,584.81
Rent paid by the Company	8.50	8.50	82.35	114.75	Nil	Nil	90.85	123.25
Dividend Paid	41.28	96.32	165.65	386.51	Nil	Nil	206.93	482.83
Director Remuneration	Nil	Nil	224.82	142.06	Nil	Nil	224.82	142.06
Advance Given	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
services Obtain	Nil	Nil	1.50	2.09	Nil	Nil	1.50	2.09
Equity participation	210.00	Nil	Nil	Nil	Nil	Nil	210.00	Nil
Expenses incurred	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Security Deposit (Against Lease property)	Nil	971.00	Nil	Nil	Nil	Nil	Nil	971.00

(C) BALANCE OUTSTANDING ON 31ST MARCH, 2011

(₹ in Lacs)

Particulars	Enterprises over which significant influence exercised by key management personnel		Key Management Personnel (including relatives)		Subsidiary Company		Total	
	2011	2010	2011	2010	2011	2010	2011	2010
Purchases/(Sales) of Goods	(162.84)	(575.58)	Nil	Nil	Nil	Nil	(162.84)	(575.58)
Advance Given	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
services Obtain	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Rent Paid	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Equity participation	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Advance Taken	Nil	Nil	Nil	Nil	14.68	14.68	14.68	14.68
Security Deposit (Against Lease property)	971.00	971.00	Nil	Nil	Nil	Nil	971.00	971.00

Notes: (1) Amount written off or written back in respect of debts due from or to related parties in Nil (P.Y. ₹ Nil)

(2) Loans & Advances (without repayment schedule) given to subsidiary i.e. KRBL DMCC, Dubai and K. B. Exports Private Limited, which is outstanding as on 31/03/2011 ₹ Nil (P.Y. ₹ Nil). Maximum outstanding balance during the year ₹ Nil (P.Y. ₹ Nil) as interest free loan.

SCHEDULE-21: Segment Reporting
Information about the business segment as under

A. Primary Segment (₹ in Lacs)

Particulars	2010-11			2009-10		
	Agri	Energy	Total	Agri	Energy	Total
1. Segment Revenue						
Sales	1,52,928	4,470	1,57,398	1,55,746	4,733	1,60,479
Less:-Inter Segment Transfer		2,271	2,271		2,578	2,578
Net Revenue from Operation	1,52,928	2,199	1,55,127	1,55,746	2,155	1,57,901
2. Segment Result	20,305	(2)	20,303	16,433	1,137	17,570
Less: other Unallocable expenditure net of unallocable income			223			141
Interest			4,756			4,174
Profit before Tax			15,324			13,255
Provision for current year Tax			3,290			2,545
Deferred Tax			481			(4)
Wealth Tax			2			2
Prov. For Tax Earlier Period			-			-
Profit after Tax			11,551			10,712
3. Segment Capital Employed	43,560	17,128	60,688	33,697	16,292	49,989

B. Geographical Segment (Secondary)

(Based on location of customers) (₹ in Lacs)

Particulars	2010-11				2009-10			
	Middle East	Other than Middle East	India	Total	Middle East	Other than Middle East	India	Total
Sales	57,979	7,069	90,079	1,55,127	84,250	6,774	66,877	1,57,901
Assets	8,389	1,689	1,41,986	1,52,064	9,529	969	1,00,772	1,11,270

(i) The business groups comprise of the following:

a) Agri - Agri commodities such as rice, cotton, seed, bran, bran oil, etc.

b) Energy - Power generation from wind turbine and husk based power plant

(ii) The Geographical segments considered for disclosure are:

- Sales within India
- Sales outside India
  - (a) Middle East
  - (b) Other than Middle East

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentation of financial statements

A. Accounting Convention

(a) The accounts are prepared on the historical cost convention on going concern basis and in accordance with the accounting standards referred to in section 211(3C) of the Companies Act, 1956.

(b) The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis.

B. Use of Estimates

The preparation of Financial Statements requires 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 revenue and expenditure during the reporting period. Difference between actual results and estimates are recognised in the period in which the results are known/ materialise.

C. Fixed Assets

(a) Valuation of Fixed Assets

(i) Fixed Assets are stated at cost of acquisition/installation inclusive of freight, duties, taxes and all incidental expenses are stated net of accumulated depreciation. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs. The original cost of imported Fixed Assets acquired through foreign currency loans has been adjusted at the end of each financial year by any change in liability arising out of expressing the outstanding foreign loan at the rate of exchange prevailing at the date of Balance Sheet. All up gradation/enhancements are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

(ii) Intangible assets are stated at their cost of acquisition,

(iii) Land is stated at original cost of acquisition.

(iv) Capital work-in-progress is stated at amount spent up to the date of Balance Sheet.

(b) Methods of Depreciation And Amortisation

i) Depreciation on fixed assets is provided for on straight line method at the rates specified in Schedule XIV of the Companies Act, 1956 for the period of usage.

ii) Computer software Development charges and patent, trademark & design are recognised as intangible assets and amortized on straight line method over a period of 10 years.

iii) Leasehold land is amortized on straight line method over lease period.

D. Investments

Investments are classified into current and long term investments. Current investments are stated at lower of cost and fair value. Long term investments are stated at cost. A provision for diminution is made to recognize a decline, other than temporary, in the value of long term investments.

E. Inventories

(a) Items of inventories are measured at lower of cost or net realizable value. Raw material on floor shop and work-in- process is taken as part of raw material and valued accordingly.

(b) The cost is calculated on weighted average cost method. Cost comprises of expenditure incurred in normal course of business in bringing such inventories to its location and includes, where applicable, appropriate overhead based on normal level of activity. Obsolete, slow moving & defective inventories are identified at the time of physical verification of inventories and, where necessary, provision is made for such inventories.

(c) By-products are valued at net realizable value and are deducted from the cost of main product.

(d) Inventory of Finished Excisable product is valued inclusive of Excise Duty.

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentation of Financial Statements

F. Revenue Recognition

(a) Export sales are accounted for on the basis of date of bill of lading. Domestic sales of goods are recognised on the dispatch of goods to the customers. Sales are net of discounts, Sales Tax, Excise Duty and Returns but include exchange fluctuations on exports realised during the year and also the effect of trade receivable in foreign exchange as at the year end and restated at exchange rate existing as on that date excise duty is first included in gross sales and reduce there after to compute net sales in confirmity with ASI-14 on disclosure of the revenue from sale transation. Dividend income is recognised when the right to receive dividend is established. Revenue and Expenditure are accounted for on a going concern basis. Interest Income/ Expenditure is recognised using the time proportion method based on the rates implicit in the transaction.

(b) Revenue in respect of Insurance / others claims, Interest, Commission, etc. is recognised only when it is reasonably certain that the ultimate collection will be made.

(c) Turnover includes gain / loss on corresponding forward contracts.

G. Proposed Dividend

Dividends (including Income Tax thereon) are provided for in the books of account as proposed by the Directors, pending approval at the Annual General Meeting.

H. Research & Development

All expenditure other than Capital Expenditure on Research & Development is written-off in the year it is incurred. Capital Expenditure on Research & Development is included under Fixed Assets.

I. Employee Benefits

Contributions to the provident fund, which is a defined contribution retirement plan, are charged to the profit and loss account in the period in which the contributions are incurred. Present liability for future payment of gratuity and unavailed leave benefits are determined on the basis of actuarial valuation carried out by M/s. K.A. Pandit Consultant & Actuarial at the balance sheet date and is charged to the profit and loss account and Gratuity fund is managed by the Kotak Life Insurance.

J. Foreign Exchange Transactions

(a) Year-end balance of foreign currency monetary items is translated at the year-end rates and the corresponding effect is given in the respective accounts. Transactions completed during the year are adjusted on actual basis.

(b) Exchange difference on forward contract is also recognized in profit & loss Account on change of Exchange rate at the reporting date.

(c) Transactions covered by cross currency swap contracts to be settled on future dates are recognised at the year-end rates of the underlying foreign currency. Effects arising from swap contracts are adjusted on the date of settlement. Non monetary foreign currency items are carried at cost.

(d) In respect of Non integral foreign operation - both monetary and non-monetary items are translated at the closing rate and resultant difference is accumulated in foreign currency translation reserve, until the disposal of net investment.

(e) Non monetary foreign currency item are carried at cost.

K. Government Grant

Government grant is considered for inclusion in accounts only when conditions attached to them are complied with and it is reasonably certain that ultimate collection will be made. Grant received from government towards fixed assets acquired by the Company is deducted out of gross value of the asset acquired and depreciation is charged accordingly.

SCHEDULE-22: Significant Accounting Policies adopted in the preparation and presentation of Financial Statements

L. **Borrowing Costs**

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalised as a part of such assets till such time as the assets are ready for their intended use or sale. All other borrowing costs are recognised as expense in the period in which they are incurred.

M. **Taxes On Income**

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognised subject to the consideration of prudence in respect of deferred tax assets, resulting from timing differences between book and tax profits, at the tax rates that have been enacted or substantively enacted by the balance sheet date, to the extent these are capable of reversal in one or more subsequent periods.

N. **Leases**

In respect of Operating leases, rentals are expensed with reference to lease terms and other considerations.

O. **Contingent Liabilities**

Contingent liabilities are disclosed by way of note to the Balance Sheet. Provision is made in accounts for those liabilities which are likely to materialise after the year end and having effect on the position stated in the Balance Sheet as at the year end.

P. **Segment Reporting**

Segments are identified based on dominant source and nature of risks and returns and the internal organization and management structure. Inter segment revenue accounted for on the basis of transactions which are primary market led. Revenue and expenses which relate to enterprises as a whole and are not attributable to segments are included under "other unallocable expenditure net of unallocable income".

Q. **Financial And Management Information System**

An Integrated Accounting System has been put to practice which unifies both Financial Books and Costing Records. The books of account and other records have been designated to facilitate compliance with the relevant provisions of the Companies Act on one hand, and meet the internal requirements of information and systems for Planning, Review and Internal Control on the other. The Cost Accounts are designed to adopt Costing Systems appropriate to the business carried out by the Division, with each Division incorporating into its costing system, the basic tenets and principles of Standard Costing, Budgetary Control and Marginal Costing as appropriate.

R. **Impairment Of Assets**

The Company assesses at each Balance Sheet date whether there is any indication that an assets may be impaired. If any such indication exists; the Company estimates the recoverable amount of assets. If such recoverable amount of the assets or the recoverable amount of the cash generating unit to which the assets belong is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit & Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the assets is reflected at recoverable amount.

ADDITIONAL INFORMATION as required under Part-IV of Schedule - VI to the Companies Act, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.	**Registration Details**	
	Registration No.	52845
	State Code	55
	Balance Sheet Date	31/03/2011
II.	**Capital Raised during the Year**	**(Amount in ₹ Thousand)**
	Public / GDR Issue	NIL
	Right Issue	NIL
	Bonus Issue	NIL
III.	**Position of Mobilisation and Deployment of Funds**	**(Amount in ₹ Thousand)**
	Total Liabilities	1,52,06,372
	Total Assets	1,52,06,372
	Sources of Funds:	
	Paid-up Capital	2,43,541
	Reserves & Surplus	58,25,423
	Secured Loans	83,56,146
	Unsecured Loans	6,50,000
	Deferred Tax Liability	1,31,262
	Application of Funds :	
	Net Fixed Assets	40,09,135
	Investment	1,29,947
	Net Current Assets	1,10,67,289
	Misc. Expenditure	-
IV.	**Performance of Company**	**(Amount in ₹ Thousand)**
	Turnover	1,56,09,977
	Total Expenditure	1,40,77,585
	Profit / (Loss) Before Tax	15,32,391
	Profit / (Loss) After Tax	11,55,084
	Basic Earning Per Share (₹)	4.75
	Diluted Earnings per Share (₹)	4.75
	Dividend Rate	30%
V.	**Generic Names of Principal Products of Company**	
	(As per monetary terms)	
	Item Code No. (ITC Code)	100600
	Product Description	Rice

As per our Separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

Statement Pursuant to Section 212 of the Companies Act, 1956, Relating to Subsidiary Companies

Name of the subsidiary company	KRBL DMCC	K.B. Exports Pvt. Ltd.
Financial year of the subsidiary company ended on	**31/03/2011**	**31/03/2011**
Number of Shares in the subsidiary company held by KRBL Ltd. at the above date	1,800	21,00,000
The net aggregate of profits, less losses, of the subsidiary company so far as it concerns the members of KRBL Limited:		
(i) Dealt with in the accounts of KRBL Limited amounted to:		
(a) for the subsidiary's financial year ended March 31, 2011	Nil	Nil
(b) for previous financial years of the subsidiary since it became subsidiary of KRBL Limited	Nil	Nil
(ii) Not dealt with in the accounts of KRBL Limited amounted to:		
(a) for the subsidiary's financial year ended March 31, 2011	4,82,41,994	Nil
(b) for previous financial years of the subsidiary since it became	17,43,11,097	Nil
Changes in the interest of KRBL Limited between the end of the subsidiary's financial year and March 31, 2011		
Number of shares acquired	Nil	Nil
Material changes between the end of the subsidiary's financial year and March 31, 2011		
(i) Fixed assets (net additions)	Nil	Nil
(ii) Investments	Nil	Nil
(iii) Moneys lent by the subsidiary	Nil	Nil
(iv) Moneys borrowed by the subsidiary company other than for meeting current liabilities	Nil	Nil

As per our separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

CASH FLOW STATEMENT for the year ended 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
A. Cash flow from Operating Activities		
Net profit before taxation	153,23,91,285	132,54,78,122
Adjustments for		
Depreciation	35,94,53,267	27,57,88,508
Loss /(Profit) on sale on Fixed Assets	(51,09,410)	13,82,444
Loss on revaluation of short term investment	1,23,36,843	(15,40,500)
Interest Expense	50,06,53,332	40,63,54,827
Interest Income	(3,86,68,423)	(57,36,615)
Operating Profit before Working Capital Changes	236,10,56,894	200,17,26,786
Decrease/ (Increase) in Inventory	(427,22,60,675)	6,62,19,021
Decrease/ (Increase) in Sundry Debtors	(12,92,44,673)	(76,72,28,649)
Decrease/ (Increase) in Term Deposits	1,86,07,895	19,88,26,978
Decrease/(Increase) in Loans & Advances	(21,50,94,490)	(4,51,77,824)
Increase/ (Decrease) in Sundry Creditors	33,73,26,937	40,20,43,518
Increase/ (Decrease) in Bank overdraft a/c with Banks	96,63,213	(61,00,084)
Increase/ (Decrease) in Advances from Customers	70,54,83,305	22,87,86,266
Increase/ (Decrease) in Other Liabilities	(1,87,93,445)	(96,68,613)
Increase/ (Decrease) in Employee Benefits	2,20,699	54,64,779
Increase/ (Decrease) in Subsidiary Balance	-	(9,16,94,223)
Increase/ (Decrease) in Security Deposits	(64,72,269)	14,57,945
Cash from Operating Activities	(120,95,06,609)	198,46,55,900
Income tax paid (net of refund)	(30,48,38,615)	(27,10,45,337)
Net Cash from Operating Activities (Total A)	**(151,43,45,224)**	**171,36,10,563**
B. Cash flow from Investing Activities		
Purchase of fixed Assets	(16,19,06,778)	(126,07,50,744)
Addition in Capital Work-in progress	(69,81,31,158)	(4,35,02,927)
Sale of Fixed Assets	86,00,365	23,87,158
Decrease/(Increase) in Investments	(10,47,19,708)	-
Net Cash from Investing Activities (Total B)	**(95,61,57,279)**	**(130,18,66,513)**

C. Cash Flow from Financing Activities		
Increase/(Decrease) in Secured Loans	306,12,37,593	(21,12,59,309)
Increase/(Decrease) in Unsecured Loans	(10,00,00,000)	25,00,00,000
Interest Paid (Net)	(46,19,84,909)	(40,06,18,212)
Wealth Tax Paid	(1,83,000)	(2,27,235)
Dividend Paid	(3,64,66,791)	(8,50,89,179)
Dividend tax paid	(61,97,531)	(1,44,60,906)
Net Cash from financing Activities (Total C)	**245,64,05,362**	**(46,16,54,841)**
Net Change in Cash & Cash Equivalents (A+B+C)	**(1,40,97,141)**	**(4,99,10,791)**
Cash & Cash Equivalents- Opening Balance	6,11,61,286	11,10,72,077
Cash & Cash Equivalents- Closing Balance	4,70,64,145	6,11,61,286
Cash & Cash Equivalents		
Cash in hand	99,85,534	1,45,64,892
Balance with scheduled banks in current accounts	3,70,78,611	4,65,96,394
	4,70,64,145	6,11,61,286

Notes :

1. Statement has been prepared under the Indirect Method as set out in the Accounting Standard-3 on Cash Flow Statement.
2. Figures in brackets represent outflows.
3. Previous year figures have been recast / rearranged wherever considered necessary.

Auditors' Report

As per our Separate report of even date attached

For **Vinod Kumar Bindal & Co.**
Chartered Accountants

Sd/-
Vinod Kumar Bindal
Proprietor
Firm No. 003820N
Membership No. 80668

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Chairman & Managing Director

Sd/-
Anoop Kumar Gupta
Joint Managing Director

Sd/-
Rakesh Mehrotra
C.F.O.

Sd/-
Dhiraj Kumar Jaiswal
Company Secretary

KRBL DMCC

Company License No. 30637

Company Information

Directors	:	**Anil Kumar Mittal** **Arun Kumar Gupta** **Anoop Kumar Gupta**
Manager	:	**Anoop Kumar Gupta**
Company License No.	:	**30637**
Address	:	**Unit No. AG-14-K,** **Floor No. 14, AG Tower (Silver)** **Plot No. 11,** **P.O. Box : 116461** **Jumeirah Laks Tower** **Dubai, U.A.E.**
Auditors	:	**Al Kttbi & Associates** **Chartered Accountants** **P.O. Box : 114429,** **Dubai, U.A.E.**

Contents

Directors' Report.. 98

Auditors' Report 99

Balance Sheet 100

Profit and Loss Account 101

Schedule forming part of the Balance Sheet 102

Cash Flow Statement 104

Notes the financial Statement 105

DIRECTORS' REPORT

THE DIRECTORS have pleasure in presenting their report and the audited financial statements for the year ended March 31, 2011.

PRINCIPAL ACTIVITIES:

The main activities of the Company are unchanged since the previous year and consist of trading in commodities.

BUSINESS OPERATIONS REVIEW AND FUTURE BUSINESS DEVELOPMENTS:

The Company's turnover was ₹ Nil (AED Nil) for the year ended March 31, 2011 {previous year: ₹ Nil (AED Nil)}. The Company's gross margin was – ₹ Nil-(P.Y. AED Nil) and a net profit of ₹ 4,82,40,736 (AED: 41,00,581) {previous year ₹ 17,43,11,097 (AED: 1,38,15,357)} during the year. The Directors are optimistic about the prospects for the ensuing year and expect to improve the performance of the Company.

RISK MANAGEMENT & INTERNAL CONTROL SYSTEMS:

The Company is committed to the management of risk to achieve sustainability, employment and surpluses. The risk management framework identifies, assesses, manages and reports risk on a consistent and reliable basis. The primary risks are those of credit, market (liquidity, interest rate, foreign exchange) and operational risk.

The management recognises their responsibility for system of internal control and for reviewing its effectiveness. In view of the above, Company continuously monitors risks through means of administrative and information systems. Periodic MIS reports are generated which help to mitigate risks and provide full transparency.

GOING CONCERN:

The attached financial statements has been prepared on the going concern basis as, after making appropriate enquiries with operational department, the Directors have reasonable expectations that the Company has adequate resources to continue in operational existence for the foreseeable future.

CREDITORS PAYMENT POLICY:

The Company maintain a policy of paying suppliers in accordance with terms and conditions agreed with them.

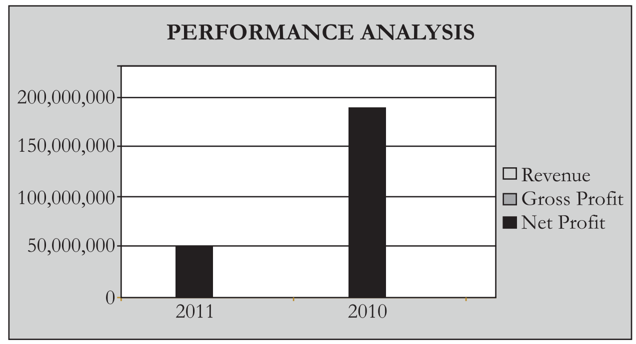
EVENTS AFTER YEAR END:

In the opinion of the Directors, no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect, substantially the result of the operations of the Company for the financial year then ended.

PERFORMANCE ANALYSIS:

(Amount in ₹)

	2011	2010
Revenue	-	-
Gross profit	-	-
Net profit	48240736 (AED 41,00,581)	17,43,11,097 (AED 1,38,15,357)



RESULTS:

The Company has earned a net profit ₹4,82,40,736 (AED 41,00,581) for the year.

AUDITORS:

The Auditors, M/s. Al Kttbi & Associates Chartered Accountants, United Arab Emirates are willing to continue in office and a resolution to re-appoint them will be proposed in the Annual General Meeting (AGM).

DIRECTORS' RESPONSIBILITIES:

The Company law required the Directors to prepare the financial statements for each financial year which gives a true and fair view of the state of affairs of the Company and of the net profit or loss for that year.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time, the financial position of the Company and to enable them to ensure that the financial statements comply with the relevant governing Laws.

Sd/-
Director
KRBL DMCC
24th May, 2011

INDEPENDENT AUDITORS' REPORTS

To,
The Shareholders
KRBL GROUP
P.O.Box 116461
Dubai-United Arab Emirates,

We have audited the accompanying financial statement of KRBL Group, Dubai-United Arab Emirates which comprise the balance sheet as at March 31, 2011 and the statements of income, statement of charges in shareholder's equity, Statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes.

MANAGEMENT RESPONSIBILITY FOR THE FINANCIAL STATEMENT

Management is responsible for the preparation and fair presentation of these financial statement which give a true and fair view of the state of affairs of the company and of the net profit or loss for that year and to ensure that the financial statements comply with the relevant provision of the Articles of Association of the company and the U.A.E. commercial Companies Law No.-8 of 1984 (as amended). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statement that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statement based on our audit. We conducted our audit in accordance with international standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance, whether the financial statement are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure selected depend on our judgment, including the assessment of the risks of materials misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, we consider internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and reasonableness of accounting principles used and reasonableness of 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, the financial statement present fairly, in all material respects, the financial position of KRBL Group, Dubai-United Arab Emirates as of March 31, 2011 and of its financial performance and its cash flows for the year then ended subject to note 9 in accordance with International Financial Reporting Standards (IFRS)

Also, in our opinion, there were no contravention during the year of the U.A.E. Commercial Companies Law No. 8 of 1984 (as amended), or the Company's Articles of Association which might have materially affected the financial position of the company or the result of its operation for the year.

Sd/-
K. Ramu
Managing Partner

Al Kttbi & Associates
Chartered Accountantes
Dubai-United Arab Emirates
Date: 24th May, 2011

KRBL DMCC - BALANCE SHEET as at 31st March, 2011

(Amount in ₹)

Particulars	Schedule	As at 31/03/2011	As at 31/03/2010
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	A	2,17,27,433	2,17,27,433
Reserves & Surplus			
Profit & Loss Account	B	40,05,83,565	35,41,60,881
TOTAL		**42,23,10,998**	**37,58,88,314**
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	C	1,71,20,201	1,28,67,868
Less:- Depreciation/Amortization		20,646	-
Net Block		1,70,99,555	1,28,67,868
Current Assets, Loans and Liabilities			-
Current Assets			
Cash, Bank & Debtors	D	17,06,194	36,01,42,574
Loans & Advances			
Other Receivables and repayment	E	40,36,47,891	29,14,662
Less: Current Liabilities & Provisions		1,42,642	36,790
Net Current Assets	F	40,52,11,443	36.30,20,446
TOTAL		**42,23,10,998**	**37,58,88,314**

Notes to Accounts: As per schedule "I" attached

Auditors' Report
As per our Separate report of even date attached

For Al Kttbi & Associates
Chartered Accountants

Sd/-
K Ramu
Managing Partner

Place: Dubai
24th May, 2011

For and on behalf of the Board

Sd/-
Arun Kumar Gupta
Director

Sd/-
Anoop Kumar Gupta
Director

KRBL DMCC - PROFIT & LOSS ACCOUNT for the year ended 31st March, 2011

(Amount in ₹)

Particulars	Schedule	For the year ended 31/03/2011	For the year ended 31/03/2011
INCOME			
Sales		-	-
Other Income	G	5,53,93,941	17,70,34,404
TOTAL		**5,53,93,941**	**17,70,34,404**
OPERATING EXPENDITURE			
Operating Expenses	H	71,32,559	27,23,307
Depreciation		6,927	-
Amortization of Goodwill		13,719	-
TOTAL		**71,53,205**	**27,23,307**
Net Profit		**4,82,40,736**	**17,43,11,097**
Add: Profit/(Loss) as per last year Profit & Loss A/c		36,66,07,690	19,22,96,593
Balance transferred to Balance Sheet		**41,48,48,426**	**36,66,07,690**

Notes to Accounts: As per schedule"I"attached

Auditors' Report
As per our Separate report of even date attached

For Al Kttbi & Associates
Chartered Accountants

Sd/-
K Ramu
Managing Partner

Place:Dubai
24th May, 2011

For and on behalf of the Board

Sd/-
Arun Kumar Gupta
Director

Sd/-
Anoop Kumar Gupta
Director

KRBL DMCC - SCHEDULES attached to and forming part of the Balance Sheet

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE-A: SHARE CAPITAL		
Authorised		
1,800 Shares of 1000 AED each	2,17,27,433	2,17,27,433
Issued, Subscribed & Paid Up		
1,800 Shares of 1000 AED each	2,17,27,433	2,17,27,433
TOTAL	**2,17,27,433**	**2,17,27,433**

(Amount in ₹)

Particulars		As at 31/03/2011	As at 31/03/2010
SCHEDULE-B: RESERVES & SURPLUS			
Profit & Loss Account			
As per last Balance Sheet		36,66,07,690	19,22,96,593
Add: Profit/(Loss) during the year		4,82,40,736	17,43,11,097
	A	**41,48,48,426**	**36,66,07,690**
Foreign Currency Translation Reserve			
As per Last Balance Sheet		(1,24,46,809)	1,88,80,203
Add: Adjsutment for translation of Non Integral Operation		(18,18,052)	(3,13,27,012)
	B	**(1,42,64,861)**	**(1,24,46,809)**
TOTAL (A+B)		**40,05,83,565**	**35,41,60,881**

(Amount in ₹)

	Office Apartment	Furniture & fixture	Office Equipment	Goodwill	TOTAL
SCHEDULE-C:FIXED ASSETS					
As on 01/04/2010	1,28,67,868	-	-	-	1,28,67,868
Addition during the year	26,91,009	3,36,473	46,250	11,78,601	42,52,333
As at 31/03/2011	**1,55,58,877**	**3,36,473**	**46,250**	**11,78,601**	**1,71,20,201**
Accumulated Depreciation					
Depreciation for the Year	6,927	-	-	13,719	20,646
As at 31/03/2011	6,927	-	-	13,719	20,646
Net Book Value	**1,55,51,950**	**3,36,473**	**46,250**	**11,64,882**	**1,70,99,555**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE-D: CURRENT ASSETS		
Cash In Hand	7,156	24,5,610
Cash at Bank	16,57,278	35,98,96,964
Security Deposit	41,760	-
TOTAL	**17,06,194**	**36,01,42,574**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE-E: LOANS & ADVANCES		
Unsecured and Considered Good		
Advances recoverable in cash or kind or for value to be received		
Advance paid for office premises	60,875	61,317
Margin against bank guarantee	-	2,08,475
Other Advances	40,21,46,368	14,67,593
Other Receivable	14,40,648	11,77,277
TOTAL	**40,36,47,891**	**29,14,662**

KRBL DMCC - SCHEDULES attached to and forming part of the Balance Sheet

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE-F: CURRENT LIABILITIES & PROVISIONS		
CURRENT LIABILITIES		
For Expenses	1,42,642	36,790
TOTAL	**1,42,642**	**36,790**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE-G: OTHER INCOME		
Miscellaneous Income	2,42,772	15,16,93,252
Interest	5,51,51,169	2,53,41,152
TOTAL	**5,53,93,941**	**17,70,34,404**

(Amount in ₹)

Particulars	For the year ended 31/03/2011	For the year ended 31/03/2010
SCHEDULE-H: OPERATING EXPENSES		
Salaries & other related benefits	20,69,614	-
Finance charges	13,747	8,61,638
Rent	-	1,49,444
Communication	91,927	-
Legal, Visa and Other fees	10,30,268	1,22,325
Advertisement & Business Promotion	18,17,302	5,91,753
Vehicle Maintenance	4,61,303	-
Travelling & Conveyance	2,26,263	-
Insurance	53,446	-
Miscellaneous Expenses	13,68,689	9,98,147
TOTAL	**71,32,559**	**27,23,307**

KRBL DMCC - CASH FLOW STATEMENT for the year ended 31st March,2011

(Amount in ₹)

Particulars		As at 31/03/2011	As at 31/03/2010
A.	**CASH FLOWS FROM OPERATING ACTIVITIES:**		
	Net profit/(loss) for the period	4,82,40,736	17,43,11,097
	Add:- Depreciation	6,927	
		4,82,47,663	17,43,11,097
	Operating Profit/(Loss) before changes in operating assets and liabilities		
	(increase)/decreased in trade & other receivables	13,44,435	12,31,99,920
	Increase/(decreased) in trade and other payable	1,05,852	(4,711)
	Net cash from/used in operating activities	**4,96,97,950**	**29,75,06,306**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
	Goodwill	(11,64,882)	
	Purchase of office apartments	(30,73,734)	15,03,859
	Net cash flow/(used in) investing activities	**(42,38,616)**	**15,03,859**
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
	Net movement in shareholders' current account	(40,21,19,424)	9,16,94,223
	Net cash (used in)/Financing activities	**(40,21,19,424)**	**9,16,94,223**
	Net increase/(decreased) in cash and cash equivalents (A+B+C)	(35,66,60,088)	39,07,04,388
	cash and cash equivalents, beginning of the year	36,01,42,574	7,65,198
	Adjustment due to foreign currency translation reserve	(18,18,052)	(3,13,27,012)
	cash and cash equivalents, end of the year	**16,64,434**	**36,01,42,574**
Represented by:			
	Cash in Hand	7,156	2,45,610
	Cash at bank	16,57,278	35,98,96,964
		16,64,434	36,01,42,574

The accompanying notes form an integral part of these financial statements.

The Report of the Auditor is set out on Schedule-I

SCHEDULE-I:-NOTES TO THE FINANCIAL STATEMENTS
for the year ended March 31, 2011

1. Consolidation:

These financial statements are combined financial statement of KRBL DMCC, Dubai and KRBL L.L.C., Dubai. The combined financial statements are prepared in view of similar controlling & beneficial interest in all these companies.

2. Legal status and business activity:

A) KRBL DMCC

2.1 M/s KRBL DMCC., Dubai – United Arab Emirates ("the Company") was incorporated on February 14, 2007 as a Company and operates in the United Arab Emirates under a trade license issued by Dubai Multi Commodities Centre, Dubai – United Arab Emirates.

2.2 The Principal activities of the Company as per trade license are trading in commodities.

2.3 The registered office of the Company is unit no-AG-14-K, Floor no 14, AG Tower(silver), Plot no-11, P.O. Box 116461, Jumeirah Lakes Towers, Dubai, United Arab Emirates.

2.4 The management and control are vested with Manager Mr. Anoop Kumar Gupta (Indian National).

2.5 These financial statements incorporate the operating results of the trade license No 30637.

B) KRBL , L.L.C.

2.1 M/s KRBL L.L.C., Dubai – United Arab Emirates ("the Company") was incorporated on October 10, 2008 as a Limited Liability Company (L.L.C.) and operates in the Secretary of State, Delaware –United State of America.

2.2 The Principal activities of the Company are import & Distribute rice in united states and other.

2.3 The registered office of the Company is in the state of Delaware is 160 Greentree Drive, Suite 101, Dover, Country of Kent, DE, 1994 United State of America.

3. Share capital:

Authorised, and issued share capital of the Company was AED 1,800,000/- divided into 1,800 shares of AED 1,000 held by the shareholders, M/s KRBL Limited, India.

4. Summary of significant accounting policies:

Basis of preparation:

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), interpretations issued by International Financial Reporting Interpretations Committee (IFRIC), and applicable requirements of the U.A.E. Law. A summary of the significant accounting policies, which have been applied consistently, are set out below:

a) Accounting convention

These financial statements have been prepared under historical cost convention basis.

b) Inventories

Inventories are stated at the lower of cost and net realisable value using FIFO method. Costs comprise direct materials and, where applicable, direct labour costs and the overheads that have been incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to disposal.

c) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and identified impairment loss, if any. The costs comprise of purchase price, levies, duties and any directly attributable costs of bringing the asset to its working condition. The cost of property, plant and equipment is depreciated using the straight-line method over their estimated useful economic lives.

d) Revenue recognition

Revenue from sale of goods shall be recognised when all the following conditions have been satisfied:

i. The entity has transferred to the buyer the significant risks and rewards of ownership of the goods;

ii. The entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;

iii. The amount of revenue can be measured reliably;

iv. It is probable that the economic benefit associated with the transaction will flow to the entity; and

v. The cost incurred or to be incurred in respect of the transaction can be measured reliably.

e) Financial expenses

Financial expenses are accounted in the statement of income in the period in which they are incurred

f) **Provisions**

Provisions are recognised when the Company has a present obligation as a result of a past event, which it is probable, will result in an outflow of economic benefits that can be reasonably estimated.

g) **Investment property**

Investment property is a property held to earn rentals and/or for capital appreciation, is stated at cost less depreciation at the balance sheet date. The Group continues to account investment property on 'Cost less depreciation model.

h) **Financial instruments**

Financial instruments comprise financial assets and financial liabilities. Financial assets and financial liabilities are recognised on the entity's balance sheet when the entity has become a party to the contractual provisions of the instrument. A financial asset is any asset that is cash, a contractual right to receive cash or other financial asset, a contractual right to exchange financial instruments under conditions that are potentially favourable or an equity instrument. A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset, or to exchange financial instruments under conditions that are potentially unfavourable.

Trade receivables

Sales made on credit are included in trade receivables at the balance sheet date, and reduced by appropriate allowances for estimated doubtful amounts. Bad debts are written off as they arise.

i) **Cash and cash equivalents**

For the purposes of the statement of cash flows, cash and cash equivalents comprise cash on hand, balances with bank and deposits with banks, within a maturity date of three months or less from the date of deposit, free of encumbrances.

5. Cash and banks

(Amount in ₹)

	31/03/2011	31/03/2010
Cash in hand	7,156	2,45,160
Bank balances	16,57,278	35,98,96,964
TOTAL	**16,64,434**	**36,01,42,124**

6. Trade & other receivables

(Amount in ₹)

	31/03/2011	31/03/2010
Trade receivables	41,760	-
Advance paid for office premises	60,875	61,317
Other Advances	-	11,77,277
Margin against bank gurantee	-	2,08,476
TOTAL	**1,02,635**	**14,47,070**

7. Goodwill

(Amount in ₹)

	31/03/2011	31/03/2010
Goodwill	11,30,651	-
Preacquistion expenses	34,231	-
TOTAL	**11,64,882**	**-**

8 Fixed Assets

(Amount in ₹)

	Office Apartment	Furniture & fixture	Office Equipment	Total
As at April 1, 2010	1,28,67,868	-	-	1,28,67,868
Addition during the year	26,91,009	3,36,473	46,250	30,73,732
As at March 31, 2011	**1,55,58,877**	**3,36,473**	46,250	**1,59,41,600**
Accumulated Depreciation				-
Depreciation for the Year	6,927	-	-	6,927
As at 31/03/2011	6,927	-	-	6,927
Net Book Value				-
As at March 31, 2011	**1,55,51,950**	**3,36,473**	46,250	**1,59,34,673**
As at March 31, 2010	1,28,67,868	-	-	1,28,67,868

9. Provision and accured expenses

(Amount in ₹)

	31/03/2011	31/03/2010
Accured expenses	1,42,641	36,790
TOTAL	**1,42,641**	**36,790**

10. Retained earnings

(Amount in ₹)

	31/03/2011	31/03/2010
Opening balance	36,66,07,690	19,22,96,593
Net profit for the year	4,82,40,736	17,43,11,097
Closing balance	**41,48,48,426**	**36,66,07,690**

11. Shareholder's current account

(Amount in ₹)

	31/03/2011	31/03/2010
Opening balance	(14,67,593)	(9,31,61,816)
Movements during the year	(40,21,19,424)	9,16,94,223
Closing balance	**(40,35,87,017)**	**(14,67,593)**

12. Administrative & other expenses

(Amount in ₹)

	31/03/2011	31/03/2010
Salaries & other related benefits	20,69,614	-
Finance charges	13,747	8,61,638
Rent		1,49,444
Communication	91,927	-
Legal, visa and other fees	10,30,268	1,22,325
Advertisement & business promotion	18,17,302	5,91,753
Vehicle maintenance	4,61,303	-
Travelling & conveyance	2,26,263	-
Insurance	53,446	-
Miscellaneous	13,68,689	9,98,147
TOTAL	**71,32,559**	**27,23,307**

13. Other income/expenses(net)

(Amount in ₹)

	31/03/2011	31/03/2010
Interest	5,51,51,169	2,53,17,329
Introduction fees	2,42,771	15,16,93,252
Miscellaneous	-	
TOTAL	**5,53,93,940**	**17,70,10,581**

14. Staff strength

	31/03/2011	31/03/2010
Number of employees (at end of the year)	6	2

15. Financial instruments:-

Financial Instrument of the company comprises of cash at bank , trade receivables, other assets and liabilities.

Credit Risk

Financial Assets which potentially expose the company to concentration of credit risk comprise principally bank accounts, trade receivables and other receivables.

The company's bank accounts are placed with high credit quality financial institutions.

Trade and other receivables are stated net of allowance for doubtful recoveries.

Currency Risk

There are no significant exchange rate risk as substantially all financial assets and financial liability are denominated in Arab Emirates Dirhams or US dolloars to which the conversion of Dirhams into US Dollar is Fixed.

Interest rate risk

The company is not exposed to any significant interest rate risk.

Fair Values

At the balance sheet date , the fair value of financial assets and liabilities at year end approximate to their carrying amounts.

16. Contingent liabilities

Except the ongoing business obligation which are under normal course of business against which no loss is expected, there has been no other known contingent liability or capital commitment on company's account as of Balance sheet date.

17. Comparative amounts

Previous year comparative figures for M/s. KRBL DMCC only. However the current year figures include both KRBL DMCC, Dubai and M/s. KRBL LLC, dubai also, hence the previous year's figures are not strictly comparable with current year's figures.

K.B. Exports Pvt. Ltd.

Company Information

Directors	**:**	**Anil Kumar Mittal** **Arun Kumar Gupta** **Anoop Kumar Gupta**
Address	**:**	**5190 Lahori Gate,** **Delhi-110006,** **India**
Auditors	**:**	**SPMR & Associates** **Chartered Accountants** **A-121, 1st Floor, Vikas Marg** **Shakarpur, Delhi-110092**

Contents

Directors' Report.. 109
Auditors' Report 110
Balance Sheet 113
Pre-operative Account 114
Schedule forming part of the Balance Sheet 115
Additional Information 117

DIRECTORS' REPORT

To
The Members
K. B. Exports Private Limited
Delhi-110006

The Directors of your Company presents you the Annual Accounts of the Company for the year ended 31st March, 2011.

1. FINANCIAL RESULTS

The Financial Results for the year under review are summarized as under:

	Current Year	Previous Year
Pre-operative Expenses	(89,918)	(4,320)
Balance Brought forward	(98,425)	(94,105)
TOTAL	**(188,343)**	**(98,425)**

2. ISSUE OF SHARE CAPITAL

During the year under review company has issued 2989300 equity shares of ₹10/- each. Keeping in view of the capital requirement of the company the Board of Directors in their meeting held on 2nd June, 2010 recommend to issue share capital according on private placement basis and same was allotted. The paid up capital of the company was increased from ₹ 1,07,000 to ₹ 3,00,00,000.

3. OPERATIONS & ACTIVITIES

During the year under review, the Company could not commence any business activities due to non-availability of orders. The directors are trying their best to get business in the near future.

4. DIVIDEND

Due to inadequacy of profit, the directors do not propose any dividend.

5. PUBLIC DEPOSITS

The Company has not accepted any deposits from public within the meaning of Section 58A and 58AA of the Companies Act, 1956, and the Companies (Acceptance of Deposit) Rules, 1975, during the year under review.

6. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO

a) Energy Conservation : N.A.
b) Technology Absorption : N.A.
c) Foreign Exchange Earning & outgo : Nil

7. PARTICULARS OF EMPLOYEES

During the year under review, no employee, whether employed for the whole or part of the year, was drawing remuneration exceeding the limits as laid down u/s 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended. Hence the details required under Section 217 (2A) are not given.

8. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Provisions of Section 217 (2AA) of the Companies Act, 1956, your directors confirm as under:

i) That in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

ii) That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year;

iii) That 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;

iv) That the directors had prepared the annual accounts on a going concern basis.

9. AUDITORS

SPMR & Associates, chartered accountants, statutory auditor of the Company are the retiring auditor and being eligible, offer themselves for re-appointment. You are requested to consider their re-appointment.

10. COMPLIANCE CERTIFICATE

M/S DMK Associates, company secretaries, New Delhi have been appointed by the Board of directors to give a compliance certificate pursuant to Section 383A of the Companies Act, 1956. Certificate of compliance has been obtained from M/S DMK Associates.

11. ACKNOWLEDGEMENT

The Board of Directors take this opportunity to thank the Bankers, Government authorities, Regulatory authorities, Stakeholders for the assistance and co-operation received and all other persons assisting the Company.

By Order of the Board

Sd/-
(Anil Kumar Mittal)
Director

Place: New Delhi
Dated: 25th May, 2011

Sd/-
(Anoop Kumar Gupta)
Director

AUDITORS' REPORT

To
The Shareholders
K. B. Exports Private Limited
Delhi

1. We have audited the attached Balance sheet of K. B. Exports Pvt. Ltd., as at 31st March, 2011 annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. We conducted our audit in accordance with auditing standards generally adopted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks of the books & records of the Company, as we considered appropriate and according to the information and explanations given to us during the course of audit, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.

4. 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 such books;

   (c) The Balance Sheet referred to in this report are in agreement with the books of account;

   (d) In our opinion, the Balance Sheet comply with the mandatory accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;

   (e) On the basis of the written representations received from the directors, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;

   (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

      i. in the case of Balance Sheet of the state of affairs of the company as at 31st March, 2011.

For SPMR & Associates
Chartered Accountants
(Firm No. 007578N)

Dated : 25th May, 2011
Place : New Delhi

Sd/-
(Ajay Kumar Mittal)
Partner
Membership No. 95273

ANNEXURE TO THE AUDITORS' REPORT

(REFERRED TO IN PARAGRAPH (3) OF OUR REPORT OF EVEN DATE)

1. In respect of fixed assets:

   a. On the basis of available information, the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

   b. As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, which in our opinion is reasonable, having regard to the size of the Company and nature of its fixed assets. No material discrepancies were noticed on such physical verification.

   c. In our opinion & according to the information and explanations given to us, the Company has not disposed of any fixed assets during the year and the going concern status of the Company is not affected.

2. On the basis of information available and on verification of financial statements verified by us, the company has no inventory, hence clause (ii) of the said order is not applicable to the company.

3. in our opinion and according to the information available, the clause (iii) of the said order is not applicable to the company.

4. 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 the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.

5. In our opinion and according to the information and explanations given to us, the clause (v) of the said order is not applicable to the company.

6. According to information and explanations give to us, the company has not accepted any deposits from the public. Therefore the provisions of Clause (vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

7. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.

8. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 209 (1)(d) of the Companies Act, 1956 for any product of the Company.

9. In respect of statutory dues:

   a. According to the records of the Company examined by us, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues have generally been deposited regularly with the appropriate Authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.

   b. To the best of our knowledge and according to the information and explanations given to us, there are no statutory dues that have not been deposited on account of any dispute.

10. The Company has no accumulated losses and has not incurred cash loss during the financial year covered by our audit.

11. As per the records of the company produced before us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders as at the Balance Sheet date.

12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.

14. The Company is not dealing in shares, securities, debentures and other investments. Accordingly, the clause 4 (xiv) of the Companies (Auditors Report) order 2003 is not applicable to the company.

15. The Company has not given guarantees for the loans taken by others from banks or financial institutions.

16. To the best of our knowledge and according to the information and explanations given to us, clause no. (xvi) of the said order is not applicable to the company.

17. According to the information and explanations given to us and

on an overall examination of the Balance Sheet, the Company has not utilized short term sources towards repayment of long-term borrowings.

18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.

19. The Company has not issued any debentures and hence no securities have been created in this respect.

20. The Company has not raised any money by way of public issue during the year.

21. During the course of our examination of the books and records of the company and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

For SPMR & Associates
Chartered Accountants
(Firm No. 007578N)

Dated : 25th May, 2011
Place : New Delhi

Sd/-
(Ajay Kumar Mittal)
Partner
Membership No. 95273

K.B. EXPORTS - BALANCE SHEET as at 31st March, 2011

(Amount in ₹)

Particulars	Schedules	As at 31/03/2011	As at 31/03/2010
SOURCES OF FUNDS			
Share Capital	'A'	3,00,00,000	1,07,000
TOTAL		**3,00,00,000**	**1,07,000**
APPLICATION OF FUNDS			
Fixed Assets	**'B'**		
Gross Block		2,84,58,150	-
Less: Depreciation		-	-
Net Block		2,84,58,150	-
Current Assets, Loans & Advances			
Cash & Bank Balance	'C'	39,453	14,781
Loans & Advances	'D'	10,15,124	17,664
Less: Current Liabilities & Provisions	'E'	23,870	23,870
Net Current Assets		**10,30,707**	**8,575**
Miscellaneous Expenses to the extent note written off	'F	5,11,143	98,425
TOTAL		**3,00,00,000**	**1,07,000**
Significant Accounting Policies & Notes to the Accounts as per Schedule	“G”		

Auditors' Report
As per our separate report of even date attached

For SPMR & Associates
Chartered Accountants
(Firm No. 007578N)

Sd/-
Ajay Kumar Mittal
Partner
Membership No. 95273

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Director

Sd/-
Anoop Kumar Gupta
Director

K.B. EXPORTS - STATEMENT OF PRE-OPERATIVE EXPENSES
for the year ended 31st March, 2011

(Amount in ₹)

Particulars	Schedules	Current Year 31/03/2011	Previous Year 31/03/2010
PRE-OPERATIVE EXPENSES			
Filing Fees		2,540	900
Bank Charges		2,708	-
Preliminary Expenses W/o		80,700	-
Audit Fee		3,420	3,420
Legal Expenses		550	-
TOTAL		**89,918**	**4,320**
Add: Balance brought forward		98,425	94,105
Balance C/f to Balance Sheet		**1,88,343**	**98,425**
Significant Accounting Policies & Notes to the Accounts as per Schedule	**"G"**		

Auditors' Report
As per our separate report of even date attached

For SPMR & Associates
Chartered Accountants
(Firm No. 007578N)

Sd/-
Ajay Kumar Mittal
Partner
Membership No. 95273

New Delhi
25th May, 2011

For and on behalf of the Board

Sd/-
Anil Kumar Mittal
Director

Sd/-
Anoop Kumar Gupta
Director

K. B. EXPORTS - SCHEDULES attached to and forming part of the Balance Sheet as at 31st March, 2011

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'A' : SHARE CAPITAL		
Authorised		
50,00,000 Equity Shares (P.Y. 100,000) of ₹10 each	5,00,00,000	10,00,000
Issued & Subscribed		
30,00,000 Equity Shares (P.Y. 10,700) of ₹10 each	3,00,00,000	1,07,000
Paid-Up		
30,00,000 Equity Shares (P.Y. 10,700) of ₹10 each	3,00,00,000	1,07,000
	3,00,00,000	**1,07,000**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'B' : FIXED ASSETS		
Lands	2,84,58,150	-
TOTAL	**2,84,58,150**	**-**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'C' : CURRENT ASSETS		
Cash at Bank	39,253	12,781
Cash in Hand	200	2,000
TOTAL	**39,453**	**14,781**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'D' : LOANS & ADVANCES		
Amount Receoverable in cash or kind or for value to be received	1,015,124	17,664
TOTAL	**1,015,124**	**17,664**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'E' : CUREENT LIABILITIES & PROVISIONS		
Cureent Liabilities		
Audit Fee Payable	23,870	23,870
TOTAL	**23,870**	**23,870**

(Amount in ₹)

Particulars	As at 31/03/2011	As at 31/03/2010
SCHEDULE - 'F' : MISCELLANEOUS EXPENDITURE		
Pre-operative Expenses	188,343	98,425
Preliminary Expenses	322,800	-
TOTAL	**511,143**	**98,425**

K.B. EXPORTS - Significant Accounting Policies & notes to accounts attahced to and forming part of the Balance Sheet as on 31st March, 2011

SCHEDULE `G'

1. SIGNIFICANT ACCOUNTING POLICIES ADOPTED IN PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS.

A. GENERAL:

a) The accounts are prepared on the historical cost basis and on the accounting principles of a going concern.

b) The Company generally follows mercantile system of accounting and recognizes significant items of income & expenditure on accrual basis.

B. FIXED ASSETS:

a) Methods of depreciation and amortization

Depreciation is provided in the accounts for the year at the rates provided in the Schedule XIV to the Companies Act, 1956 on written down value method in respect of assets which were used for full period, and on pro-rata basis for assets acquired during the year; no depreciation is provided on the assets sold during the year.

b) Valuation of Fixed Assets

Fixed Assets are valued at historical cost.

C. VALUATION OF INVENTORIES

Inventories are valued at lower of cost or market value.

D. TREATMENT OF CONTINGENT LIABILITES

Contingent Liabilities are disclosed by way of note on the Balance Sheet. Provision is made in accounts for those liabilities, which are likely to materialize after the year-end and having effect on the position stated in the Balance Sheet as at the year-end. At present there are no contingent liabilities.

E. PRIOR PERIOD & EXTRA ORDINARY ITEMS

Since no commercial activity was undertaken by the company, no Profit & Loss Account has been prepared. Therefore, there are no prior period items.

2. NOTES TO ACCOUNTS :-

A. In line with the method recommended by the accounting standard, there is no cumulative deferred tax asset or liability as on 01st April, 2010 of the Company. Moreover, as the Company has not undertaken any business activity during the year, no deferred tax asset or liability has arisen for the year and the balance of deferred tax asset / liability remains Nil as at the year ended on 31st March, 2011.

B. Managerial Remuneration to Directors Nil.

C. Particulars regarding quantitative details are not applicable, as the Company did not undertake any business during the year ended on 31st March, 2011.

D. Claims against the Company not acknowledged as debts Nil.

E. Previous year figures have been regroup/recast wherever found necessary.

F. Amount of ₹10,15,124 (previous year ₹17,664) was due from partnership firm, in which directors are interested. Maximum balance outstanding at any time during the year ₹10,15,124 (previous year ₹17,664).

	Sd/-
For SPMR & Associates	**(Anil Kumar Mittal)**
Chartered Accountants	Director
(Firm No. 007578N)	
Sd/-	Sd/-
(Ajay Kumar Mittal)	**(Anoop Kumar Gupta)**
Proprietor	Director
M. No. 95273	

Dated: 25th May, 2011
Place: New Delhi

ADDITIONAL INFORMATION
PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS ON 31ST MARCH, 2011

I.	**REGISTRATION DETAIL**	
	Registration No.	96113
	State Code	55
	Balance Sheet	31/03/2011
II.	**CAPITAL RAISED DURING THE YEAR**	**(Amount in ₹ Thousand)**
	Public Issue	Nil
	Right Issue	Nil
	Bonus Issue	Nil
	Private Placement	29893
III.	**POSITION MOBILISATION AND DEPLOYMENT OF FUNDS**	**(Amount in ₹ Thousand)**
	Total Liabilities	30000
	Total Assets	30000
	SOURCES OF FUNDS	
	Paid-up Capital	30000
	Reserves & Surplus	Nil
	Secured Loans	Nil
	Unsecured Loans	Nil
	APPLICATION OF FUNDS	
	Net Fixed Assets	28458
	Investments	Nil
	Net Current Assets	1031
	Misc. Expenditure	511
	Accumulated Losses	Nil
IV.	**PERFORMANCE OF COMPANY**	**(Amount in ₹ Thousand)**
	Turnover	Nil
	Total Expenditure	90
	Loss before tax	Nil
	Loss after tax	Nil
	Earning per Share (in ₹)	Nil
	Dividend Rate %	Nil

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY
(AS PER MONETARY TERMS)

Product Description - No activity during the year
ITC Code - N.A.

Auditors' Report
As per our separate report of even date attached

For SPMR & Associates
Chartered Accountants
(Firm No. 007578N)

Sd/-
Ajay Kumar Mittal
Partner
Membership No. 95273

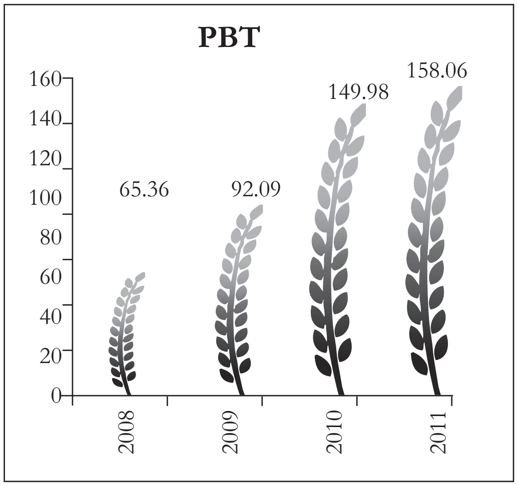
New Delhi
25th May, 2011

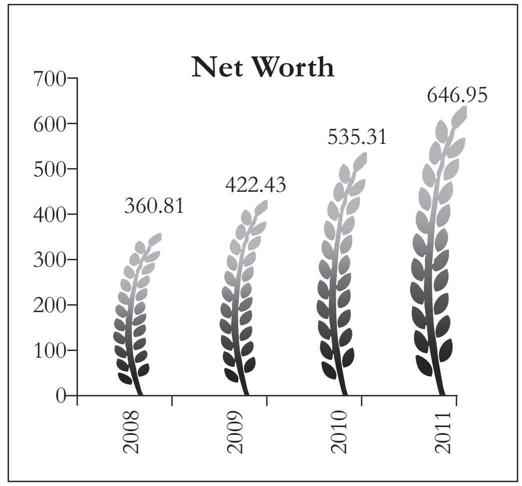
For and on behalf of the Board

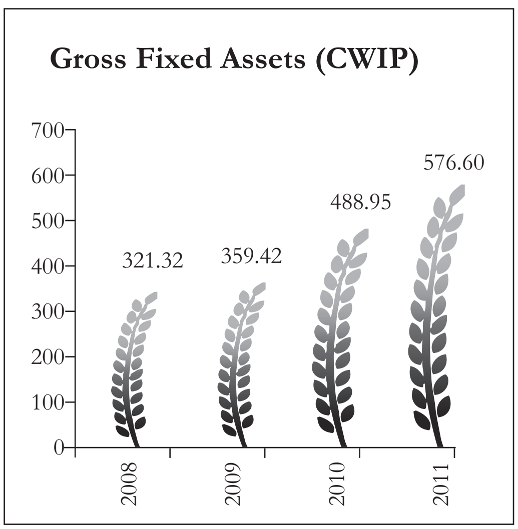
Sd/-
Anil Kumar Mittal
Director

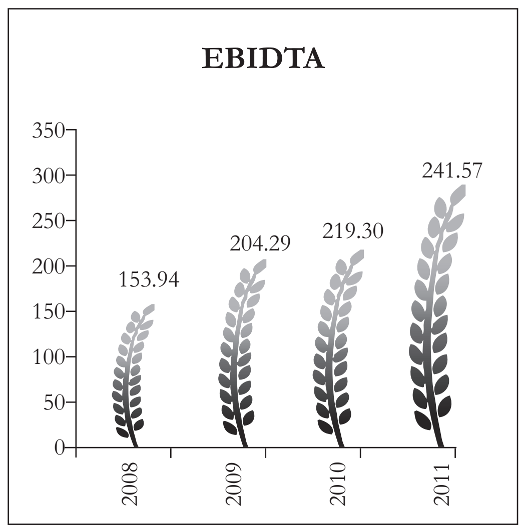
Sd/-
Anoop Kumar Gupta
Director

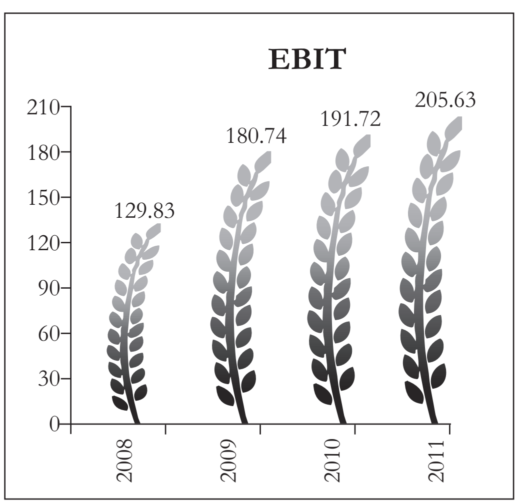
FINANCIAL HIGHLIGHTS
(₹ in Crores)











KRBL Limited

Regd. Office: 5190, Lahori Gate, Delhi - 110006

ATTENDANCE CARD

18th Annual General Meeting, Tuesday, September 27, 2011 at 10:30 A.M.

Folio No./DP & Client ID .... No. of shares ....

Name ....

Address ....

....

I/We hereby record my/ our presence at the 18 Annual General Meeting of the Company being held at 10:30 A.M. on Tuesday, September 27, 2011 at 4, Bougainvellea Avenue, Village Rajokari, New Delhi - 110037

Proxy's Name ....

Proxy's Signatures.. Members Signature

Note: 1. Please note that no gifts or coupons will be given to the Shareholders for attending the Annual General Meeting.

2. Member holding shares in physical form are requested to advise the change in their address, if any, to Alankit Assignments Limited, 2E/21, Alankit House, Jhandewalan Extension, New Delhi - 110055 and members holding shares in demat are requested to advise the change to their repective Depository Participants.

KRBL Limited

18th Annual General Meeting, Tuesday, September 27, 2011 at 10:30 A.M.

FORM OF PROXY

I/We .... of .... being a Member/Member(s) of KRBL Limited hereby appoint...of..or failing him/her..of... as my/our proxy to vote for me/us and on my/ our behalf at Annual General Meeting of the Company to be held at 10:30 A.M. on Tuesday, September 27, 2011 at 4, Bougainvellea Avenue, Village Rajokari, New Delhi - 110037 and at any adjournment thereof.

Dated: this.....................................day of 2011

For office use only

Proxy No..

Folio No./DP Client ID ....

No. of shares.................. ....

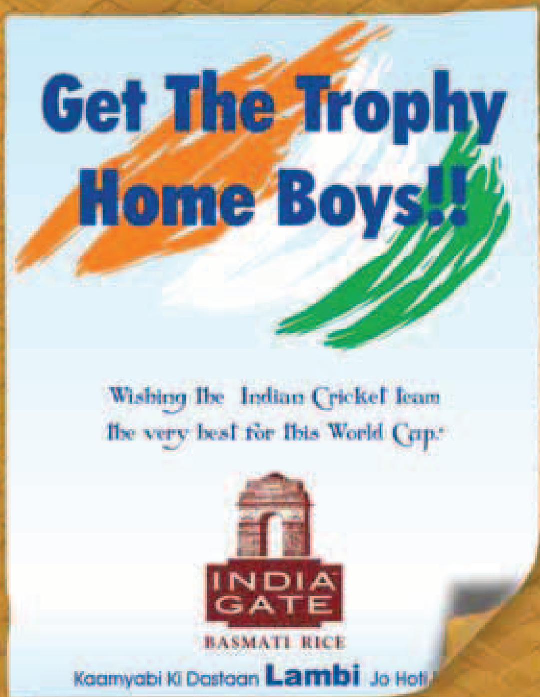
Members Signature

Affixn ₹ 1
Revenue
Stamp

Note: 1. The proxy form should be signed across the stamp as per specimen signature registered with the Company.

2. The Proxy must be deposited at the Registered Office at 5190, Lahori Gate, Delhi - 110006, not later than 48 hours before the time for holding the meeting.

3. The Proxy need not be a Member of the Company.


Get The Trophy Home Boys!!
Wishing the Indian Cricket team the very best for this World Cup.
INDIA GATE
BASMATI RICE
Kaamyabi Ki Dastaan Lambi Jo Hoti


INDIA'S LARGEST SELLING
BASMATI RICE
INDIA GATE
BASMATI RICE
Lambi
KRBL


INDIA GATE
Non-stick pan rice
KRBL


INDIA GATE
KRBL
It's not wide...
length of the grain
matters
INDIA GATE

KRBL Limited

Regd. Office : 5190, Lahori Gate, Delhi - 110006, INDIA
Fax : +91-11-43148498-99 | Email : investor@krblindia.com
Website : www.krblrice.com

A WYATT SOLUTION (info@wyatt.co.in)