



NOTICE

NOTICE is hereby given that the 69th Annual General Meeting of the members of **Amrit Corp. Limited** will be held at Chaudhary Bhavan (Near Jain Mandir), E Block, Kavi Nagar, Ghaziabad-201 002 (U.P.) on **Tuesday, the 28th September, 2010** at 11.00 a.m. to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2010 and the Profit & Loss Account for the year ended on that date together with the reports of the Board of Directors and Auditors thereon.
2. To declare dividend on the Equity Shares.
3. To appoint a Director in place of Shri G.N.Mehra, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Shri Romesh Lal, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Shri A.K.Bajaj, who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

7. To consider and if thought fit, to pass with or without modifications, the following resolution as SPECIAL RESOLUTION:

"RESOLVED that pursuant to the provisions of Sections 198, 269, 309 & 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification or re-enactment thereof, for the time being in force) and subject to such other approvals, if and as may be required, the consent and approval of the Company be and is hereby accorded to the appointment of Shri A.K.Bajaj as Managing Director of the Company w.e.f. 1st July, 2010 for a period of three years on the remuneration and other terms & conditions, as set out in the Explanatory Statement annexed hereto.

RESOLVED FURTHER that pursuant to Section 198 and all other applicable provisions of the Companies Act, 1956, the remuneration by way of salary and perquisites as set out in the annexed Explanatory Statement be paid as minimum remuneration to Shri A.K.Bajaj or such minimum remuneration as permissible in Schedule XIII to the Companies Act, 1956 notwithstanding that in any financial year of the Company during his tenure as Managing Director, the Company has made no profits or profits are inadequate.

RESOLVED FURTHER that the Board of Directors/ Remuneration Committee be and are hereby authorised to alter or vary the terms of appointment of Shri A.K.Bajaj, including relating to remuneration, as it may, at its discretion, deem fit from time to time, so as not to exceed the limits specified in Schedule XIII to the Companies Act, 1956 (including any statutory modification or re-enactment thereof for the time being in force) or any amendments made thereto"

By Order of the Board
For **AMRIT CORP. LTD.**

CERTIFIED TRUE COPY

Regd. Office:

CM/28-C, 1st Floor,
Gagan Enclave,
Amrit Nagar, G.T. Road,
Ghaziabad-201 009 (U.P.)

P. K. Das
Company Secretary

Dated : July 24, 2010

NOTES:

1. Explanatory Statement as required under Section 173(2) of the Companies Act, 1956 is annexed.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FORM OF PROXY IS ENCLOSED AND IF INTENDED TO BE USED, IT SHOULD BE DEPOSITED DULY COMPLETED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE MEETING.

3. Information required under Clause 49 IV(G)(i) of the Listing Agreement (relating to Corporate Governance) with respect to the Directors retiring by rotation and, being eligible, seeking re-appointment is given in the Corporate Governance Report annexed to this Annual Report.
4. The Registers of Members and Share Transfer Books of the Company will remain closed from Monday, the 20th September, 2010 to Tuesday, the 28th September, 2010 (both days inclusive).
5. The dividend for the year 2009-10 on the equity shares will be paid to those members whose names appear in the Register of Members of the Company as on 28th September, 2010. In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership position as at the end of the day on 19th September, 2010 as per data to be furnished by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for this purpose.
6. Shareholders of the Company are informed that pursuant to the provisions of Section 205C of the Companies Act, 1956, the amount of dividend which remains unpaid/unclaimed for a period of 7 years would be transferred to the 'Investor Education & Protection Fund' constituted by the Central Govt. Shareholders who have not encashed their dividend warrant(s) for the years 2004-2005, 2005-06, 2006-07, 2007-08 and 2008-09 are requested to make claim with the Company immediately as no claim shall lie against the Fund or the Company in respect of individual amount once credited to the said Fund.
7. Members holding shares in physical form are requested to intimate immediately to the Registrars & Share Transfer Agents of the Company, M/s MAS Services Ltd., T-34, 2nd Floor, Okhla Industrial Area, Phase-II, New Delhi-110 020 quoting registered Folio No. (a) details of their bank account/change in bank account, if any, to enable the Company to print these details on the dividend warrants; and (b) change in their address, if any, with pin code number. The following information to be incorporated on the dividend warrants may be furnished :
 - i) Name of Sole/First joint holder and the folio number.
 - ii) Particulars of Bank Account, viz.
 - (a) Name of the Bank
 - (b) Name of the Branch
 - (c) Complete address of the Bank with Pin Code number
 - (d) Bank Account Number allotted by the Bank and nature of the Account (Savings/Current etc.)
8. In terms of Section 109A of the Companies Act, 1956, the shareholders of the Company may nominate a person on whom the shares held by him/them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit nomination in Form 2B.
9. The Company has entered into agreements with CDSL and NSDL to offer depository services to the Shareholders. Shareholders can open account with any of the depository participants registered with CDSL and NSDL.
10. Any member requiring further information on the Accounts at the meeting is requested to send the queries in writing to the Company Secretary by 15th September, 2010.
11. Members are requested to bring their copies of Annual Report at the meeting, as extra copies will not be supplied.
12. Pursuant to the requirement of the listing agreement, the Company declares that its equity shares are listed on the stock exchanges at Mumbai and Kanpur. The Company has paid the annual listing fee for the year 2010-11 to both the above stock exchanges.
13. In respect of the matters pertaining to Bank details, ECS mandates, nomination, power of attorney, change in name/address etc., the members are requested to approach the Company's Registrars & Share Transfer Agents, in respect of shares held in physical form and the respective Depository Participants, in case of shares held in electronic form. In all correspondence with the Company/Registrars & Share Transfer Agents, members are requested to quote their account/folio numbers



or DP ID and Client ID for physical or electronic holdings respectively.

14. Only registered members carrying the attendance slips and the holders of valid proxies registered with the Company will be permitted to attend the meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No.7

Shri A.K.Bajaj was re-appointed as Managing Director of the Company for a period of 3 years with effect from 1st July, 2007 as approved by the shareholders by Special Resolution at the Annual General Meeting of the Company held on 27th September, 2007.

In accordance with the provisions of the Schedule XIII of the Companies Act, 1956, the companies having no profit or inadequate profit are permitted to pay remuneration on a graded scale based on the effective capital upto a maximum of Rs.48 lacs per annum or Rs.4 lac p.m. subject to certain conditions including approval of such remuneration by the Remuneration Committee and the approval of the shareholders by way of special resolution for a period not exceeding three years.

The net profit of our Company for the year 2009-10 as computed under Section 349 of the Companies Act, 1956 (i.e. for the purpose of managerial remuneration) was Rs. 3,28,75,458/- lacs as per the Profit & Loss Account for 2009-10, which means that we can pay up to Rs. 16,43,773/- lacs, being 5% of the profit, as remuneration to the Managing Director in a financial year, which is less than the existing remuneration of the Managing Director. Accordingly, the Remuneration Committee of the Directors as well as the Board of Directors have, in their separate meetings held on 24th July, 2010, approved the re-appointment and payment of remuneration to Shri A.K. Bajaj as Managing Director in accordance with the provisions of Schedule XIII of the Companies Act, 1956 w.e.f. 1st July, 2010 for a period of three years as given hereunder:

(1) Salary

Salary @ 1,60,000/- per month in the grade of Rs.1,40,000 - 20,000 - 2,00,000.

(2) Perquisites and allowances

- i) The Managing Director shall also be entitled to perquisites and allowances like furnished accommodation or house rent allowance in lieu thereof subject to a ceiling of 60% of the salary, house maintenance allowance together with reimbursement of expenses or allowances for utilities such as gas, electricity, water, furnishings, repairs, servants' salaries, medical reimbursement for self and dependent family, medical accident/Keyman Insurance, leave travel concession for self and family, club membership subject to maximum of two clubs; such perquisites and allowances will be restricted to an amount equal to 75% of the annual salary.
- ii) For the purpose of calculating the above ceiling, perquisites and allowances shall be evaluated as per the Income-tax Rules, wherever applicable. In the absence of such Rules, perquisites and allowances shall be evaluated at actual cost.
- iii) Provision for use of Company's car for official duties and telephone at residence shall not be included in the computation of perquisites and allowances for the purpose of calculating the said ceiling. Personal long distance calls on telephone and use of car for personal purposes shall be billed by the Company.
- iv) Company's contribution to Provident Fund and Superannuation Fund or Annuity Fund to the extent these either singly or together are not taxable under the Income Tax Act, Gratuity payable as per the Rules of the Company and encashment of leave at the end of the



tenure shall not be included in the computation of limits for the remuneration or perquisites aforesaid.

(3) Commission

Such remuneration by way of commission in addition to the salary, perquisites and allowances subject to a ceiling of 50% of the annual salary calculated with reference to the net profit of the Company in a particular financial year as may be determined by the Board of Directors at the end of each financial year subject to the overall ceilings as stipulated in the Sections 198 and 309 of the Companies Act, 1956.

(4) Shri A.K. Bajaj will not be entitled to sitting fees for attending meeting of the Board or Committee(s) thereof.

The special resolution set out in Item No.7 is intended to obtain approval of the members to the appointment and payment of remuneration to Shri A.K. Bajaj as the Managing Director and the Board recommends the acceptance thereof.

The explanatory statement and the resolution at Items No. 7 of the Notice is and may be treated as an abstract of the terms and memorandum of interest

pursuant to the provisions of Section 302 of the Companies Act, 1956.

Shri A.K. Bajaj is interested or concerned in the proposed resolution. Shri N.K. Bajaj and Shri V.K. Bajaj, being related to Shri A.K. Bajaj, may also be deemed to be interested in the said resolution. None of the other Directors of the Company is concerned or interested in the resolution.

The terms of remuneration of Shri A.K. Bajaj has the approval of the Remuneration Committee constituted by the Board.

The General Information as required pursuant to the provisions of Schedule XIII of the Companies Act, 1956 is contained in the statement annexed hereto (Annexure-1).

CERTIFIED TRUE COPY

By Order of the Board

For AMRIT CORP. LTD.

For AMRIT CORP. LIMITED

Regd. Office:

CM/28-C, 1st Floor,
Gagan Enclave,
Amrit Nagar, G.T. Road,
Ghaziabad-201 009 (U.P.)

Dated : July 24, 2010

Company Secretary
Company Secretary



Annexure-1 referred to in the Explanatory Statement

STATEMENT CONTAINING THE INFORMATION AS REQUIRED PER NOTIFICATION NO.G.S.R.36(E) DATED JANUARY 16, 2002 (i.e. PART II B OF SCHEDULE XII) IN RESPECT OF SHRI A.K.BAJAJ, MANAGING DIRECTOR

I. GENERAL INFORMATION

(1) Nature of Industry:

The Company manufactures and markets dairy milk & milk products and deals & develops properties/ real estate.

(2) Date or expected date of commencement of commercial production:

The Company is an established company and the commercial production at its first factory at Ghaziabad commenced in the year 1941.

(3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:

Not applicable.

(4) Financial performance:

(Rs.lacs)

	2005-06	2006-07	2007-08	2008-09	2009-10
Gross Sales Turnover	48,125	2,447	2,527	3,138	3,375
Net Profit/(Loss) before Interest, Depreciation & Tax	3,522	1,141	434	624	523
Net Profit as per Profit & Loss Account	1,461	716.99	150	278	260
Amount of dividend paid	195.81	48.20	48.20	64.27	64.27
Rate of dividend declared					
-Equity	15%	15%	15%	20%	20%
-Preference	*15%	-	-	-	-

*Interim dividend

Note: The results for the years 2006-07 and onwards are excluding paper & edible oil businesses which have been transferred to M/s ABC Paper Ltd. and M/s Amrit Banaspati Co. Ltd. under the Scheme of Arrangement.

(5) Export performance and net foreign exchange collaborations:

The Company has no export sales nor does the Company have any foreign exchange collaborations.

(6) Foreign investments or collaborators, if any:

The Company does not have any foreign investments or collaborators.

II. INFORMATION ABOUT SHRI A.K.BAJAJ, MANAGING DIRECTOR

(i) Background details:

Shri A.K.Bajaj, aged 48 years, has graduated in Science from Delhi University. Shri Bajaj joined the Company in the year 1984 as Chief Executive and was appointed as Joint Managing Director on



01.08.1992. He was designated as Managing Director w.e.f. 19.08.2003 and has been continuing as Managing Director since then. Shri A.K.Bajaj was the Managing Director of erstwhile Amrit Protein Foods Ltd. before its merger with the Company in the year 1992.

(ii) Past remuneration drawn:

Year	Amount (Rs.)
2007-08	29,02,886/-
2008-09	29,94,319/-
2009-10	29,99,425/-

Note: Contributions to Provident Fund, Superannuation Fund and Gratuity Fund are excluded from the above remuneration.

(iii) Job profile and suitability:

Shri A.K.Bajaj has been instrumental in diversifying the operations of the Company into dairy business and real estate business. He established state-of-the art facility for processing of UHT milk and other milk based products. He is also assisting the Chairman & Managing Director in various other corporate matters.

(iv) Remuneration proposed

Salary	1,60,000/- in the grade of 1,40,000-20,000-2,00,000
Perquisites & allowances	Up to 75% of salary
Commission	Up to 50% of the annual salary within the stipulated limits under the Companies Act, 1956

(v) Comparative remuneration profile with respect to industry:

Taking into consideration the size of the Company, the remuneration drawn by him in the past, the profile of Shri A.K.Bajaj and the responsibilities shouldered by him, the aforesaid remuneration package is commensurate with the remuneration package paid to managerial positions in other companies.

(vi) Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any:

Besides the remuneration proposed, the Managing Directors does not have any other

pecuniary relationship with the Company. Shri N.K.Bajaj, Chairman & Managing Director and Shri V.K. Bajaj, Director, being father and brother respectively of Shri A.K.Bajaj, are related to each other.

III OTHER INFORMATION

(1) Reasons of loss or inadequate profits:

The Company has been profitable for the last many years. However, under the Scheme of Arrangement, major businesses of the Company i.e. the paper business has been transferred to and vested in ABC Paper Ltd. and the edible oils & FMCG commodities business has been demerged and consolidated with Amrit Enterprises Ltd. (now 'Amrit Banaspati Co.Ltd.'). The Company, therefore, has been left with the food business and the real estate business, which have low volumes and profitability. The size and the profitability of the Company reduced to a large extent after the implementation of the Scheme of Arrangement.

(2) Steps taken or proposed to be taken for improvement:

The Company has added another business activity to its portfolio i.e. providing strategic business advisory and BPO related services to the Group Companies and others, which is being strengthened further. Consequently, the profitability of the Company will improve in the coming period.

(3) Expected increase in productivity and profits in measurable terms:

The financial performance of the Company will improve with the renewed focus on the real estate business and business advisory and BPO related services. Further, the increased productivity in the Food business is expected to further add to the profitability of the Company in the current year.

By Order of the Board
For AMRIT CORP. LTD.

Regd. Office:
CM/28-C, 1st Floor,
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Ghaziabad-201 009 (U.P.)
Dated : July 24, 2010

P. K. Das
Company Secretary



DIRECTORS' REPORT

To the Members,

Your Directors have pleasure in presenting the 69th Annual Report on the business and operations of the Company together with Audited Statement of Accounts of your Company for the financial year ended 31st March, 2010.

FINANCIAL RESULTS

The summarized financial results of the Company for the year 2009-10 are given hereunder:

	(Rs. in lacs)	
	2009-10	2008-09
Sales & other income	3,855.38	3,583.75
Operating Profit (EBIDTA)	522.85	624.01
Interest	107.37	88.66
Gross Profit (PBD)	415.48	535.35
Depreciation	119.78	123.06
Profit before tax (PBT)	295.70	412.29
Provision for		
- Current Tax (including wealth tax)	34.90	35.78
- FBT	-	8.69
- Deferred Tax	1.81	6.40
Net Profit	259.19	361.42
Adjustments relating to previous years		
- Tax adjustment	-	83.48
- Depreciation written back	(0.37)	(0.01)
Net profit after previous years' adjustments	259.58	277.95
Balance brought forward from previous year	994.62	1,192.86
Profit available for appropriation	1,254.20	1,470.81
Appropriations :-		
- Proposed dividend on equity shares	64.27	64.27
- Tax on dividend	10.67	10.92
- Transfer to General Reserve	200.00	400.00
Balance carried to Balance Sheet	980.24	995.62

DIVIDEND

Your Directors are pleased to recommend dividend @ Rs. 2.00 per share (i.e. 20%) on the Equity Shares of Rs.10/- each for the year ended 31st March, 2010, same as in the previous year.

OPERATIONS

- During the year under review, the sales and other income of your Company increased to Rs. 3,855.38 lacs from Rs. 3,583.75 lacs in the previous year, recording a growth of over 7%. The operating profit (EBIDTA), however,



decreased by 16.21% from Rs. 624.01 lacs to Rs 522.85 lacs. The net profit after tax for the current year (after prior period adjustments) is Rs. 259.56 lacs as against Rs.277.95 lacs in the previous year. The main reasons for the low profitability is real estate segment where there were no operations during the year;

- ❖ The production of dairy milk & milk products during the year was 8,567 KL as against 7,606 KL in the previous year representing a growth of 12.63%. Fresh Cream and Ice-Cream Mix launched last year posted good growth. The increase in raw material prices and other inputs costs led to frequent price revisions which, consequently, impacted growth. The profitability of the Dairy Division was impacted as increase in the inputs prices was very sharp and the gap could not be fully bridged by increase in product prices. The Dairy Division is laying special thrust on organized retail and institutional clients, like McDonald's, Mother Dairy, Coffee Chains etc. to achieve growth. Significant growth is also expected in new products, i.e. ice-cream mix and fresh cream, launched last year by opening upcountry markets.
- ❖ The turnover in the real estate sector is negligible as the sale of Gagan Enclave Extension project could not be taken up due to non-receipt of regulatory approvals. The implementation of this project will be taken-up in the current year which will give boost to the profitability of this Division.
- ❖ In the services segment, there was improvement in the operating profit due to higher other income on account of increased royalty from corporate logo. Corporate Governance & compliance mechanism in the group companies is being strengthened and re-oriented in line with the present day business requirements.

The Management Discussion & Analysis Report on these businesses for the year ended 31st March, 2010 also appears as a separate statement in the Annual Report.

JOINT-VENTURE

There has been no progress in the housing project at Dehradun being implemented by the joint venture company, M/s Amrit Digvijay Infra-Tech Pvt.Ltd., as

the remaining portion of the land could not be acquired. Efforts are being made to sell the land already acquired and apply the proceeds in another project.

ASSOCIATE COMPANIES

(i) Amrit Banaspati Co. Ltd. (ABCL)

During the year, Amrit Banaspati posted gross turnover of Rs. 80,778.62 lacs and EBITDA of Rs. 1,994.20 lacs as against Rs. 80,806.64 lacs and Rs. 1,294.38 lacs during the previous year. ABCL is focusing on expansion of its product portfolio by offering innovative value added branded products thereby scaling-up the operations and economizing on costs with a view to improve margins.

(ii) ABC Paper Ltd. (APL)

The gross turnover during the year under review was Rs. 22,048.61 lacs and EBITDA of Rs.3,851.93 lacs as against Rs. 20,917.92 lacs and Rs. 3,935.10 lacs respectively in the previous year. ABC Paper has completed Mill Expansion Plan and the increase in volumes is the direct result of this initiative. Your Company is divesting its investment in APL and will apply the proceeds for expansion of the existing operations of the company.

FIXED DEPOSITS

As on 31st March, 2010, your Company had Fixed Deposits of Rs. 623.91 lacs (including interest accrued and due). There were no overdue deposits as on 31st March, 2010 nor there was any failure in making repayment of the fixed deposits on maturity and interest due thereon in terms of the conditions of your Company's Fixed Deposits Scheme.

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

The information relating to conservation of energy, technology absorption and foreign exchange earning & outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is given in Annexure which forms part of this Report.



PERSONNEL

Cordial employee relations were maintained throughout the year in the Company. The Directors express their appreciation for the contribution made by the employees to the operations of the Company during the year.

The particulars of employees as per Section 217(2A) of the Companies Act, 1956 are set out in the Annexure which forms part of this Report. However, as per the provisions of Section 219(1)(b)(iv) of the said Act, the report and accounts are being sent to all the members of the Company excluding the aforesaid information. This statement shall be made available for inspection by any member during working hours for a period of 21 days before the date of the Annual General Meeting. Any member interested in obtaining such particulars may write to the Company Secretary at the Registered Office of the Company and will be provided with a copy of the same.

DIRECTORS

Shri J.K. Khaitan and Shri Pavan Khaitan resigned as Directors w.e.f. July 16, 2010 consequent to restructuring of shareholding amongst the promoters of the Company. The Board placed on record its appreciation for the valuable services rendered by Shri J.K. Khaitan and Shri Pavan Khaitan during their tenure as Directors of the Company.

In accordance with the provisions of the Companies Act, 1956 and Articles of Association of the Company, Shri G.N. Mehra, Shri Romesh Lal and Shri A.K. Bajaj retire by rotation and are eligible for re-appointment.

AUDITORS

M/s V. Sahai Tripathi & Co., Chartered Accountants, Statutory Auditors, retire at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217(2AA) of the Companies Act, 1956, your Directors confirm:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed;

- (ii) that the accounting policies selected and applied are consistent and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;

- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- (iv) that the annual accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE

A Report on Corporate Governance along with a Certificate from the Auditors of the Company regarding compliance of the conditions of Corporate Governance pursuant to Clause 49 of the listing agreement with stock exchanges is annexed and forms part of the Annual Report.

ACKNOWLEDGEMENT

Your Directors convey their sincere thanks to the various agencies of the Central Government, State Governments, Banks and other concerned agencies for all the help and cooperation extended to the Company. The Directors also deeply acknowledge the trust and confidence the shareholders and investors have placed in the Company. Your Directors also record their appreciation for the dedicated services rendered by the workers, staff and officers of the Company.

For and on behalf of the Board

CERTIFIED TRUE COPY

Noida
July 24, 2010

N.K. BAJAJ

Chairman & Managing Director

For AMRIT CORP. LIMITED

Company Secretary

Amrit Corp. Limited

ANNEXURE
STATEMENT CONTAINING PARTICULARS PURSUANT TO THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF DIRECTORS' REPORT
1. CONSERVATION OF ENERGY

- (a) The Company has been laying emphasis on the conservation of energy and taking several measures like effective control on utilization of energy and regular monitoring of its consumption etc. The adoption of energy conservation measures has helped the Company in reduction of cost and reduced machine down-time.
- (b) Energy conservation is an ongoing process and new areas are continuously identified and suitable investments are made, wherever necessary.
- (c) Various on-going measures for conservation of energy include (i) use of energy efficient lighting and better use of natural lighting, (ii) reduction of energy loss, and (iii) replacement of outdated energy intensive equipment.
- (d) Total energy consumption and energy consumption per unit of production is given in the table below:

POWER & FUEL CONSUMPTION

		Dairy Products	
		2009-10	2008-09
1	ELECTRICITY		
	(a) Purchased		
	- Units (lacs Kwh)	12.40	13.02
	- Total amount (Rs. lacs)	67.64	67.37
	- Rate/Unit (Rs./Kwh)	5.45	5.18
	(b) Own generation		
	Through Diesel Generator		
	- Units (lacs Kwh)	9.93	7.83
	- Units/Ltr. of Diesel Oil	3.24	2.97
	- Cost/Unit (Rs./Kwh)	9.25	10.43
2	BOILER FUEL		
	(a) Pet Coke		
	Total quantity (In tones)	484.92	-
	Total cost (Rs. lacs)	37.75	-
	Average rate/Kg. (Rs.)	7.63	-
	(b) Furnace Oil		
	Total quantity (in KL)	109.90	237.73
	Total cost (Rs. lacs)	23.20	51.75
	Average rate/Ltr. (Rs.)	21.11	21.77
	(c) H.S.D.		
	Total quantity (in KL)	4.20	216.09
	Total cost (Rs./lacs)	1.26	67.05
	Average rate/Ltr. (Rs.)	29.99	31.03
3	CONSUMPTION PER UNIT OF PRODUCTION		
	Production (KL)	8,567	7,606
	Electricity/KL (Kwh)	261	274