



KOTHARI SUGARS AND CHEMICALS LIMITED

Board of Directors	:	B.H.Kothari - Chairman & Managing Director Dr.P.S.Mani Sundaram P.S.Gopalakrishnan P.N.Devarajan N.Chandramouli
Company Secretary	:	PR.Ramanathan
Statutory Auditors	:	R.Subramanian and Company Chartered Accountants, Chennai - 600 004
Internal Auditors	:	K.R.Sarangapani & Co. Chartered Accountants, Chennai - 600 083 V.P.Mukundan & Associates Chartered Accountants, Chennai - 600 004
Cost Auditor	:	L.S.Sathiamurthi Cost Accountant, Chennai - 600 020
Legal Advisors	:	S.Ramasubramaniam & Associates Advocates, Chennai - 600 004
Registered Office	:	"Kothari Buildings" No.115, Mahatma Gandhi Salai Nungambakkam Chennai - 600 034 Phone Nos.044-30225507, 30225616 Fax No.044-28334560
Registrar & Share Transfer Agents	:	M/s. Cameo Corporate Services Limited Subramanian Buildings No.1, Club House Road Chennai - 600 002. Phone Nos.: 044 - 28460390 to 28460394 Fax No.: 044 - 28460129
Listing	:	The National Stock Exchange of India Limited (NSE), Mumbai
Stock Code	:	KOTARISUG - ISIN No.INE419A01022

Manufacturing Units

Kattur	Kattur Railway Station, Lalgudi Taluk, Trichy District, Tamilnadu - 621 601
Sathamangalam	Sathamangalam Village, Vetriyur Post, Via - Keezhapalur, Ariyalur Taluk, Perambalur District, Tamilnadu - 621 707
Pandavapura	Pandavapura Railway Station, Pandavapura, Mandya District, Karnataka - 571 435

KOTHARI SUGARS AND CHEMICALS LIMITED



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Notice is hereby given that the 47th Annual General Meeting of Kothari Sugars & Chemicals Limited will be held on Friday, September 19, 2008 at 10.00 A.M. at The Music Academy, Mini Hall, Old No.306, New No.168, T.T.K. Road, Chennai - 600 014 to transact the following business:

Ordinary Business

1. To receive, consider and adopt the audited Accounts for the year ended March 31, 2008 together with Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr.P.N.Devarajan, who retires by rotation and being eligible offers himself for re-appointment.
3. To Appoint and fix the remuneration of Auditors.

To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED that subject to the provisions of Sections 224 and other applicable provisions, if any, of the Companies Act, 1956, Messrs R. Subramanian and Company, Chartered Accountants, Chennai, the retiring Auditors be and are hereby appointed as Auditors of the Company, to hold Office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company on such remuneration as shall be fixed by the Board".

Special Business

4. Appointment of Mr.N.Chandramouli as a Director of the Company.

To consider and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr.N.Chandramouli, who was appointed as an Additional Director of the company by the Board of Directors at its meeting held on April 23, 2008 and who holds office upto the date of this Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a notice in writing from a Member pursuant to Section 257 of the Companies Act, 1956 proposing his candidature for the office of the Director of the Company, be and is hereby appointed and he will be liable to retire by rotation."

5. Appointment of Mr.N.Chandramouli, Director to hold an office as 'an Advisor to the Company.'

To consider and if thought fit, to pass with or without modification the following resolution as Special Resolution:

"RESOLVED THAT pursuant to Section 314(1) of the Companies Act, 1956 and other applicable provisions, if any, of the Act including statutory modifications or re-enactments thereof, the members of the company do hereby accord consent for appointment of Mr.N.Chandramouli, Director, who is a Chemical Engineer with rich experience of four decades, as 'an Advisor to the company' with effect from April 23, 2008 on such remuneration and terms & conditions as set out in the explanatory statement attached to this notice.

6. Consent for Corporate Guarantee given to Indian Bank, to facilitate Cane Growers to avail Crop Loan from the Bank

To consider and if thought fit, to pass with or without modification the following resolution as Special Resolution:

"RESOLVED THAT in accordance with the provisions of Section 372A and other applicable provisions, if any, of the Companies Act, 1956 the Company hereby confirms the guarantee given in favour of Indian Bank, No.66, Rajaji Salai, Chennai - 600 001 to facilitate cane growers who are registered suppliers to the units of the Company to avail Sugarcane Crop Loan on the terms and conditions contained in the sanction letter No. IB/MYL/LOANS dated December 28, 2007, for a period not exceeding three years and for an amount of loan not exceeding Rs.49 Crores at any point of time, notwithstanding that the aggregate amount of all investments/loans/securities/guarantees together with the proposed guarantee will exceed 60% of paid-up capital and free reserves or 100% of free reserves of the company.



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7. Re-appointment of Mr.B.H.Kothari, as Managing Director

To consider and if thought fit, pass with or without modification following resolution as Special Resolution:

“RESOLVED THAT pursuant to provision of Sections 198, 269, 309 and 310 and other applicable provisions, if any, of the Companies Act, 1956 as amended or re-enacted from time to time, read with Schedule XIII of the Companies Act, 1956 and in supersession of earlier resolution passed, the Company hereby approves the re-appointment of Mr. B.H. Kothari as Chairman and Managing Director of the Company for a period of 5 years from October 01, 2008 to September 30, 2013, who shall not be liable to retire by rotation and upon the terms and conditions including the remuneration to be paid to him as set out below including the remuneration to be paid in the event of loss or inadequacy of profits in any financial year, with liberty to the Board of Directors to alter and vary the terms and conditions of the said appointment in terms of Schedule XIII of the Companies Act, 1956.

a) Salary:

Rs.4,00,000/- (Rupees Four Lakhs Only) per month.

b) Perquisites:

- i. Perquisites like use of car with driver, personal accident insurance, medical insurance, leave travel concession will be provided in accordance with the rules of the Company.
- ii. Use of Telephone at residence for Company's purpose, which will not be treated as perquisite.
- iii. Leave Encashment at the end of the tenure, which will not be included in the computation of managerial remuneration.
- iv. The perquisites will be evaluated as per Income Tax Rules, wherever applicable and in other cases at actual cost to the Company.

c) Contribution to Funds:

Company's Contribution to Provident Fund and Superannuation Fund which will not be included in the computation of perquisites to the extent these singly or put together are not taxable under the Income Tax Act, 1961 and gratuity at the rate not exceeding 15 days salary for every completed year of service.

“RESOLVED FURTHER THAT the aggregate remuneration in any financial year shall be subject to an overall ceiling of 5% of the net profits of the company for that financial year computed in the manner prescribed under the Companies Act, 1956.”

“RESOLVED FURTHER THAT Mr. B.H.Kothari, Chairman and Managing Director shall be paid in addition to the salary, commission @ 3% of the net profits, subject to the condition that the overall remuneration payable to him including commission shall not exceed 5% of the net profits of the Company for the financial year computed in the manner prescribed under Companies Act, 1956, during the currency of his tenure as Managing Director.”

“RESOLVED FURTHER THAT in the event of there being inadequacy or absence of profits in any financial year during the currency of the tenure of the Managing Director, the above remuneration {consisting of Salary as per (a) and Perquisites as per (b) (ii) and (c) above} shall be treated as minimum remuneration in accordance with Section II of Part II of Schedule XIII of the Companies Act, 1956 or such other limit as may be prescribed by the Government from time to time and shall be paid to him.”

“RESOLVED FURTHER THAT the Board of Directors of the company be and is hereby authorized to alter or vary the terms and conditions of said remuneration from time to time so long as it does not exceed the limits specified in Section 198 and 309 of the Companies Act, 1956 or any modification or re-enactments thereof, for the time being in force and also to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to the resolution.”

By order of the Board
for Kothari Sugars and Chemicals Limited

Place: Chennai
Date: July 28, 2008

PR.Ramanathan
Company Secretary

KOTHARI SUGARS AND CHEMICALS LIMITED



Notes

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY SHALL NOT BE ENTITLED TO VOTE EXCEPT ON A POLL. PROXIES SHOULD BE LODGED AT ANY TIME NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.
2. A Member or Proxy should fill the enclosed attendance slip and deposit the same at the entrance of the meeting hall.
3. The terms set out in the resolution may be treated as an Abstract of the terms of the contract between the Company and Mr.B.H.Kothari, Managing Director pursuant to Section 302 of the Companies Act, 1956.
4. All correspondence concerning change of address, transfer of shares etc, may be made to the Registrars and Share Transfer Agents, M/s. Cameo Corporate Services Limited, No.1, Club House Road, Chennai- 600 002.
5. Share Transfer books and Register of Members will remain closed from Friday, 12.09.2008 to Friday, 19.09.2008 (both days inclusive).
6. Members are requested to bring copies of their Annual Reports, as no additional copies will be provided.
7. The relative Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of businesses under Item Nos. 4 to 7 above, is annexed hereto.

ANNEXURE TO THE NOTICE : THE INFORMATION IN RESPECT OF ITEM NOS.2 & 7 PURSUANT TO SEBI CODE FOR CORPORATE GOVERNANCE ABOUT DIRECTORS SEEKING RE-APPOINTMENT IN THIS ANNUAL GENERAL MEETING ARE FURNISHED HEREUNDER

Particulars	Item No. 2	Item No.7
Name of the Director	Mr.P.N.Devarajan	Mr.B.H.Kothari
Date of Birth	15.02.1935	11.11.1961
Date of Appointment	24.09.2003	01.07.1982
Qualification	B.Sc., M. Tech. (Chemical Plant Design) IIT, Kharagpur	B.Com.
Experience in specific functional areas	He has an experience of more than 3 decades in Chemical Industry. He has held senior positions in many organizations such as M/s. Merck Sharp & Dhome, Chemplast, Shriram Chemicals & Fertilizers Limited, Essar Group etc. He has also served as Chairman & Managing Director of Hindustan Organic Chemicals Limited and IDPL and Group President in Reliance Industries Ltd. He held position of Director Central Board, RBI, Member-Chemicals and Export Promotion Council, Mumbai, Member - Indo US Trade Business Council. He is presently a Professional Consultant for many leading Public Sector Organizations.	Mr. B.H. Kothari is the Chairman and Managing Director of the H.C. Kothari Group of Companies, a respected conglomerate founded many decades back. He has more than 26 years of experience in administration and management in the Petrochemical, Sugar and Financial Services industries. Mr.B.H.Kothari has, in the past, held the positions of President of Hindustan Chamber of Commerce, Chennai. He was the president of The South Indian Sugar Mills Association (SISMA), Indian Sugar Mills Association (ISMA) and Chairman, Consultative Committee of City Chamber of Commerce. Currently Mr.B.H.Kothari is the Honorary Consul for Austria in Chennai. Mr.B.H.Kothari is also actively involved in many charitable, educational and social service organizations viz., Shree Vallabhacharya Vidya Sabha, Institute of Financial Management & Research (IFMR), Sankara Nethralaya besides being a Trustee in various charitable institutions.

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List of other Companies in which Directorship held	1. Dr.Reddy's Laboratories Ltd., 2. Tropical Technologies Private Ltd. 3. Best & Crompton Engineers Ltd.	1. Kothari Petrochemicals Ltd. 2. Kothari Safe Deposits Ltd. 3. Gayathri Securities Ltd.
Chairman/ Member of the Committee of the Board of Director of the Company	Nil	1. Audit Committee - Member 2. Share Transfers cum Shareholders Grievances Committee - Member.
Chairman/ Member of the Committee of the other companies in which he is a Director	Shareholders Grievances Committee of Dr.Reddy's Laboratories Ltd. - Chairman.	Kothari Petrochemicals Ltd. - Share Transfers cum Shareholders Grievances Committee - Chairman.

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

1. Item No.4

Mr.N.Chandramouli was appointed as an Additional Director by the Board of Directors of the Company at its meeting held on April 23, 2008. According to Section 260 of the Companies Act, 1956, he holds the office up to the date of this Annual General Meeting. Pursuant to Section 257 of the Act and Article 111 of the Articles of Association of the Company, a Notice has been received from a Member signifying his intention to propose Mr.N.Chandramouli's appointment as Director along with a deposit of Rs.500/-.

The Board commends the Resolution for approval by the Members.

None of the Directors except Mr.N.Chandramouli is interested in the resolution.

2. Item No.5

Mr.N.Chandramouli

Date of Birth : 06.02.1943

Date of Appointment : 23.04.2008

Qualification : B.E. (Chemical)

Mr.N.Chandramouli has over 40 years of experience at various levels in both public sector undertakings (NLC/IPCL/CPCL) and private sector (Parry and Kothari's). He has experience in implementation of various chemical projects and has held senior management positions. He has travelled to various countries on business trips and participated in many committees appointed by the Government.

His directorships in other Companies are as follows:

- i) Kothari Petrochemicals Limited - Director.
- ii) Kothari Biotech Limited - Director.

His Committee holdings in other Companies are as follows:

- i) Kothari Petrochemicals Limited - Audit Committee - Member.
- ii) Kothari Petrochemicals Limited - Share Transfers cum Shareholders Grievances Committee - Member.

It is considered desirable to utilize his services as an "Advisor on technical and general administration matters of the Company" for a period of three years on the following remuneration and terms and conditions:

A. Salary:

Rs.51,500/- p.m with authority to the Board of Directors to give annual increments not exceeding 30% of the immediately previous drawn salary.

B. Perquisites:

In addition to the basic salary, Mr.N.Chandramouli will also be entitled to perquisites and allowances such as free use of Car, Telephone, Medical for self and family members, Club fee at actuals.

**C. Other Allowances:**

Premia for Mediclaim Policy and Personal Accident Policy in accordance with the rules of the company.

The Resolution is commended for approval by the Members.

Mr.N.Chandramouli is interested or concerned in the resolution to the extent of the remuneration which is proposed to be paid to him. No other Director is concerned or interested in the resolution.

3. Item No.6

The Board of Directors of the company at its meeting held on January 22, 2008 has decided and executed a guarantee in favour of Indian Bank, Chennai to facilitate Cane growers to avail Sugarcane Crop Loan from Indian Bank, Mylapore, Chennai - 600 004, on the terms and conditions contained in the sanction letter No. IB/MYL/LOANS dated December 28, 2007 for a period not exceeding 3 years with a ceiling of Rs.49 Crores at any point of time, notwithstanding that the aggregate amount of all investments/loans/securities/guarantees together with the proposed guarantee will exceed 60% of paid-up capital and free reserves or 100% of free reserves of the company, subject to the confirmation of the Members at a general meeting.

Under provisions of Section 372A of the Companies Act, 1956 previous approval of Members shall be necessary for providing such guarantees but in exceptional circumstances where it is not possible to obtain the prior approval of the Members in general meeting, the Board may give guarantee subject to the condition that the same shall be approved by the members at the next general meeting within a period of 12 months. Since, the sugar cutting season had already commenced and the farmers who are cultivating cane and supplying to the units of the company were to be assisted in time, the Board had decided to provide Corporate Guarantee to enable the cane growers to avail sugarcane crop loan from Indian Bank subject to the confirmation of members at the general meeting of the company. The proposed resolution is for getting a confirmation of the members at a general meeting of the company, for the Corporate Guarantee already provided by the Board of Directors to Indian Bank.

The Resolution is commended for approval by the Members.

None of the Directors is concerned or interested in the resolution.

4. Item No.7

The Shareholders at the 45th Annual General Meeting of the Company held on September 19, 2006 approved the payment of remuneration to Mr.B.H.Kothari, Chairman and Managing Director for a period of 3 years from October 01, 2005 to September 30, 2008, as a modification of earlier resolution passed by the Shareholders at the 43rd Annual General Meeting of the Company held on September 08, 2004 towards his appointment for a period of 5 years from August 01, 2004 to July 31, 2009. Though his re-appointment is due on August 01, 2009, it has been decided to seek members' approval for the same along with the approval for payment of remuneration to Mr.B.H.Kothari, for the sake of uniformity.

The terms of remuneration were considered and approved by the Remuneration Committee of the Board of Directors at its meeting held on July 28, 2008 in terms of details provided in the relevant resolution.

The Board of Directors of the Company at its meeting held on July 28, 2008 conveyed its approval subject to the shareholders passing a Special Resolution for the above.

None of the Directors in concerned or interested in the Resolution, except Mr. B.H. Kothari.

By order of the Board
for **Kothari Sugars and Chemicals Limited**

Place: Chennai
Date: July 28, 2008

PR.Ramanathan
Company Secretary



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To the Members

The Directors present the 47th Annual Report of the Company together with the audited statement of accounts for the year ended March 31, 2008.

The performance highlights of the Company for the year are summarised below.

Financial Performance

(Rs. in Lakhs)

Particulars	2007-2008	2006-2007
Profit/(Loss) before Interest and Depreciation	2592.04	2,536.76
Interest	487.72	84.49
Depreciation	954.36	448.13
Profit/(Loss) Before Exceptional items	1149.96	2,004.15
Exceptional Item - Relief as per AAIFR order	--	6.14
Profit/(Loss) before Tax	1149.96	2,010.29
Tax Adjustments	131.03	225.75
Fringe Benefit Tax	17.87	16.47
Profit / (Loss) after Tax	1001.06	1,768.07
Transfer to Debenture Redemption Reserve	75.00	75.00
Transfer to Capital Redemption Reserve	58.12	--
Profit / (Loss) after Appropriation	867.94	1,693.07
Balance brought forward from previous year	(867.94)	(2,561.01)
Balance carried to the Balance Sheet	--	(867.94)

Your Directors are pleased to report that the company has made profit after tax of Rs.1,001.06 Lakhs.

Operations and Performance

Performance

The Company achieved a turnover of Rs.27,266.49 Lakhs for the year ended March 31, 2008 and profit after tax of Rs.1,001.06 Lakhs compared to Rs.1,768.07 Lakhs, of last year.

a. Sugar

The Financial year started with high sugar inventory and low sugar prices that continued to slide down till December, 2007. The fall in price was neutralized by increase of export, reduction in cane planting and sugar production. This stabilised the domestic sugar prices slightly during the last quarter of the year.

The Plant at Kattur crushed 7,72,232 MTs in 2007-08 with a recovery of 9.57% as against 7,82,788 MTs in 2006-07 with recovery of 9.83%.

Our new unit at Sathamangalam has commenced its commercial production during the year 2007. The plant crushed 2,69,340 MTs with a recovery of 9.79% for the period from October 01, 2007 to March 31, 2008.



Pandavapura unit (leased from PSSK Ltd.) at Karnataka crushed 5,56,867 MTs with a recovery of 9.27% as against 4,78,560 MTs with a recovery of 8.74% in 2006-07.

The total Sugar crushing capacity of the company including the leased factory has reached 10,000 TCD.

The company is initiating measures to improve the efficiency of these units to achieve better yield. The company has also undertaken studies for implementing mechanical cane harvesting, which would support the farmers and the harvesting labourers and reduce the cost of harvesting.

b. Cogeneration

The 24 MW cogeneration power plant commissioned at Sathamangalam in August, 2007 has become fully operational during the year. This has resulted in increased power export to grid and consequent top line growth.

Total power exported at Kattur was 24,458 MWH during 2007-2008 as against 30,526 MWH in 2006-2007, and at Sathamangalam power exported was 67,698 MWH in the current season.

c. Distillery

Alcohol production during the year 2007-08 was 13,511 KL as against 13,800 KL in 2006-07. The company is in the process of expanding the present capacity from 45 KLPD to 60 KLPD.

Dividend

The Directors do not recommend a dividend for this year, since the carry forward losses have been fully wiped off only during this year and there is no distributable surplus.

Directors

Mr.P.N.Devarajan, Director is retiring by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Mr.N.Chandramouli was appointed as an Additional Director on the Board of your Company with effect from April 23, 2008. The Company has received a notice in writing from a member of the Company under Section 257 of the Companies Act, 1956 signifying his intention to propose the appointment of Mr.N.Chandramouli as a Director of the Company.

Mr.B.H.Kothari was re-appointed as the Chairman and Managing Director of the Company for a period of five years from October 01, 2008 to September 30, 2013, who shall not be liable to retire by rotation and the appointment is subject to the approval of the shareholders.

Directors' Responsibility Statement

The Directors confirm

- i. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. that they have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and profit of the company for that period;
- iii. that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. that they have prepared the Annual Accounts on a going concern basis.



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Corporate Governance

The reports of the Corporate Governance together with the Auditor's Certificate are attached hereto as an Annexure.

Public Deposits

The Company has not accepted any public deposit during the year and there was no outstanding public deposit anytime during the year.

Re-appointment of Auditors

The Auditors, M/s.R.Subramanian and Company, Chartered Accountants, Chennai, retire at the ensuing Annual General Meeting and have confirmed their eligibility to accept office, if re-appointed.

Cost Auditor

The Company's Cost records with respect to product 'Sugar' are being audited by Mr.L.S.Sathiamurthi, Cost Auditor, appointed by the Board.

Disclosure under Section 217(2A) and 217(1)(e) of the Companies Act, 1956

As required under the provision of sub-section (2A) of the Section 217 of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended, particulars of employees are required to be set out in the annexure to the Directors' Report. However, as per provision of Section 219(1)(b)(iv) of the Companies Act, 1956, the report and the accounts are being sent to all the shareholders excluding the aforesaid information. Any shareholder desirous of obtaining the same may write to the Company Secretary. Information required under Section 217(1)(e) of the Companies Act, 1956 is appended.

Subsidiary Companies

Pursuant to the order issued by the Ministry of Corporate Affairs, New Delhi, attaching the Balance Sheets of the subsidiary company, Kothari International Trading Limited is exempted.

The Company sold a portion of the investments in Kothari Biotech Limited during the year and as a result of which the aforesaid company ceased to be a subsidiary within the meaning of Section 4 of the Companies Act, 1956.

Acknowledgement

Your Directors thank the Banks, Customers, Debenture holders, Farmers, Financial Institutions, Government Authorities, Suppliers and Shareholders for their continued support. Your Directors also place on record their appreciation for the committed services by the employees of the Company.

On behalf of the Board
for **Kothari Sugars and Chemicals Limited**

Place : Chennai
Date : July 28, 2008

B.H.Kothari
Chairman and Managing Director

KOTHARI SUGARS AND CHEMICALS LIMITED



FORM A

PARTICULARS AS PER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956

A. POWER AND FUEL CONSUMPTION

Sl. No.	Particulars	Kattur		Sathamangalam	Pandavapura
		Sugar & Cogen	Distillery	Sugar & Cogen	Sugar
1.	Electricity				
	a. Purchased Unit	5,51,700	2,89,896	11,31,200	3,23,216
	Total Amount Paid (Rs.)	50,97,696	27,77,425	78,47,885	22,11,779
	Rate per unit (Rs.)	3.50 during season	3.50	6.94	6.84
		5.00 during off-season	Nil		
		300 per KVA as MD	300 per KVA as MD		
	b. Own Generation through Diesel				
	Generated Unit in KWH	30,356	NA	20,988	48,275
	Unit per Litre of Diesel	3.37	-	3.03	3.06
	Cost per Unit (Rs.)	10.03	-	11.22	11.46
	c. Power generated through				
	Steam turbine Unit in KWH	5,36,12,700	10,57,872	9,52,53,000	1,85,73,810
	Unit Per ton of fuel	Nil	Nil	405.00	184.60
	Cost per unit (Rs.)	3.15	3.15	3.00	3.77
2.	Coal (specify quantity and where used)	NA	NA	NA	NA
	Quantity (tonnes)				
	Total cost (Rs.)				
	Average Rate (Rs.)				
3.	Fuel Oil	NA		NA	NA
	Quantity (tonnes/kilo litres)		319.832 tons		
	Total Cost (Rs.)		79,39,685		
	Average Rate/ litre (Rs.)		24.82		
4.	Natural Gas	NA	NA	NA	NA
	Quantity M3				
	Total Cost (in Rs.)				
	Average Rate per M3 (Rs.)				
5.	Consumption per unit of production				
	Total in-house consumption (unit)	2,75,86,338	35,27,358		
	Products (Sugar) in quintal	7,40,270	1,35,10,982 litres of Alcohol	6,92,243	5,10,540
	Electricity (Unit per Quintal)	37.26	0.261 unit per litre of Alcohol	28.10	37.11
	Steam Consumption by the Power Turbine (tons)	-	-	-	2,00,127.46
	Bagasse (Fuel) consumption (1:2)	-	-	-	1,00,064
	Fuel Cost	-	-	-	700

Notes: N.A. - Not Applicable, KVA - Kilo Volt Ampere, MD - Maximum Demand

B. TECHNOLOGY ABSORPTION

FORM B

(Form for disclosure of particulars with respect to Technology Absorption)

Research and Development (R & D)

The Company adopts the following R & D measures:

High Sugar variety cane development activities are being implemented to increase the sugar recovery.

Expenditure on R & D : Nil

Technology absorption, adoption and innovation : Nil

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(Rs. in Lakhs)

a.	Total Foreign Exchange earned	388.02	b.	Total Foreign Exchange outflow	25.71
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DIRECTORS REPORT