

**LIBERTY PHOSPHATE LIMITED****BALANCE SHEET AS AT 31st MARCH, 2004**

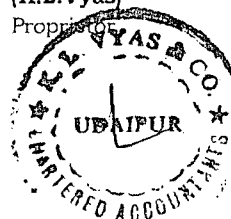
		AS AT 31.03.2004	(Rs) AS AT 31.03.2003
<b>I. SOURCES OF FUNDS</b>			
<b>(1) SHAREHOLDERS' FUNDS</b>			
(a) Share Capital	1	41,295,000.00	41,295,000.00
(b) Reserves & Surplus	2	10,045,000.00	10,045,000.00
<b>(2) LOAN FUNDS</b>			
(a) Secured Loans	3	178,759,346.41	182,073,080.26
(b) Unsecured Loans	4	-	4,601,805.24
<b>TOTAL</b>		<b>230,099,346.41</b>	<b>238,014,885.50</b>
<b>II. APPLICATION OF FUNDS</b>			
<b>(1) FIXED ASSETS</b>	5		
(a) Gross Block		162,433,387.10	154,414,890.38
(b) Less: Depreciation		91,762,472.42	82,133,818.12
(c) Net Block		70,670,914.68	72,281,072.26
(d) Capital Work in Progress		-	-
		70,670,914.68	72,281,072.26
<b>(2) INVESTMENTS</b>	6	11,477,750.00	11,425,000.00
<b>(3) CURRENT ASSETS, LOANS &amp; ADVANCES</b>	7		
(a) Inventories		117,560,256.04	115,600,621.00
(b) Sundry Debtors		136,972,700.91	138,404,888.30
(c) Cash and Bank balances		29,522,812.15	27,977,125.72
(d) Loans & Advances		44,523,334.36	18,563,883.17
LESS:		328,579,103.46	300,546,518.19
CURRENT LIABILITIES & PROVISIONS	8		
(a) Liabilities		180,587,921.39	173,571,506.78
(b) Provisions		1,883,000.00	-
NET CURRENT ASSETS		146,108,182.07	126,975,011.41
<b>(4) DEFERRED TAX ASSETS/(LIABILITY) (Note No.10)</b>		<b>(5,574,000.00)</b>	<b>1,630,000.00</b>
<b>(5) MISCELLANEOUS EXPENDITURE</b>	9		
(To the extent not written off or adjusted)			
(a) Public issue Expenditure		152,520.00	276,140.00
(b) Profit & Loss Account		7,263,979.66	25,427,661.83
<b>TOTAL</b>		<b>230,099,346.41</b>	<b>238,014,885.50</b>
Accounting Policies	19		
Notes on Accounts	20		

**SCHEDULES 1 TO 20 FORM AN INTEGRAL PART OF THE ACCOUNTS.**

This is the Balance Sheet referred to in our Report of even date.

For V.Shah & Associates  
Chartered Accountants(V.R.Shah)  
ProprietorFor K.L.Vyas & Company  
Chartered Accountants(K.L.Vyas)  
Proprietor

For and on behalf of the Board.

R.R.Dhanani  
Chairman & M.D.D.K.Gadia  
DirectorMukesh Jain  
Company SecretaryPlace : Udaipur  
Date : 22nd May, 2004

## LIBERTY PHOSPHATE LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2004

(Rs.)

	SCHEDULE	YEAR ENDED 31.03.2004	YEAR ENDED 31.03.2003
<b>INCOME FROM OPERATIONS</b>			
Sales		788,662,055.87	667,251,929.19
Other Income	10	3,065,086.42	7,528,355.36
Increase/(Decrease) in Stock of Finished Goods	11	5,615,005.74	28,149,592.43
		<u>797,342,148.03</u>	<u>702,929,876.98</u>
<b>COST OF OPERATIONS</b>			
Raw Materials Consumed	12	366,884,898.23	304,729,477.38
Packing Material Consumed	13	38,781,620.12	35,209,845.57
Cost of Goods Traded	14	29,222,775.59	14,377,087.97
Cost of Material Return/Reprocess			4,012,770.00
Manufacturing Expenses	15	66,707,982.07	62,144,653.15
Personnel Cost	16	34,460,936.43	31,320,304.54
Selling & Distribution Expenses	17	169,952,481.79	169,688,736.53
Administration & General Expenses	18	14,046,000.73	11,690,335.33
Financial Charges		39,607,009.12	42,013,501.21
Depreciation	5	10,010,831.30	10,603,005.40
		<u>769,674,535.38</u>	<u>685,789,717.08</u>
Operating Profit/(Loss)		27,667,612.65	17,140,159.90
Adjustment for earlier Period:			
- Excess/(Less) Provisions		(152,320.48)	(755,455.21)
- Income Reversed			(4,203,830.00)
Profit before tax		27,515,292.17	12,180,874.69
Provision for Current Taxation		(1,883,000.00)	-
Deferred Tax (Liability)/Assets (See Note No.10)		(7,204,000.00)	(5,339,000.00)
Less :- Earlier years' Income tax		264,610.00	1,525,115.00
Net Profit/(Loss) after Tax		18,163,682.17	5,316,759.69
Balance of Profit / (Loss) brought forward from previous year		(25,427,661.83)	(30,744,421.52)
Balance of Profit /(Loss) Carried to Balance Sheet		(7,263,979.66)	(25,427,661.83)
Accounting Policies	19		
Notes on Accounts	20		

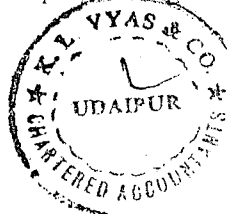
## SCHEDULES 1 TO 20 FORM AN INTEGRAL PART OF THE ACCOUNTS.

This is the Profit and Loss Account referred

to in our Report of even date.

For V.Shah & Associates  
Chartered AccountantsV.R.Shah  
ProprietorFor K.L.Vyas & Company  
Chartered AccountantsK.L.Vyas  
Proprietor

For and on behalf of the Board.

R.R.Dhanani  
Chairman & M.D.D.K.Gadia  
DirectorPlace : Udaipur  
Date : 22nd May, 2004Mukesh Jain  
Company Secretary

# LIBERTY PHOSPHATE LIMITED

## SCHEDULES TO BALANCE SHEET

	AS AT 31.03.2004	(Rs.) AS AT 31.03.2003
<b>SCHEDULE 1: SHARE CAPITAL</b>		
<b>AUTHORISED:</b>		
75,00,000 Equity Shares of Rs 10/- each	75,000,000.00	75,000,000.00
<b>ISSUED, SUBSCRIBED AND PAID UP:</b>		
4129500 Equity Shares (Previous Year 4129500)		
of Rs.10 each (out of above 1125000 equity shares		
of Rs.10 each issued for the purchase of shares		
of subsidiary company)	41,295,000.00	41,295,000.00
	41,295,000.00	41,295,000.00
<b>SCHEDULE 2: RESERVES &amp; SURPLUS</b>		
(a) Share Premium Account	10,045,000.00	10,045,000.00
	10,045,000.00	10,045,000.00
<b>SCHEDULE 3: SECURED LOANS</b>		
<b>Loans and Advances from Banks</b>		
<b>From Canara Bank:</b>		
Term Loans	61,116,755.00	69,649,000.00
Working Capital Facilities	106,933,841.94	102,929,498.26
Vehicle	-	203,941.00
<b>From Swaminarayan Co-op. Bank Limited:</b>		
Term Loans	8,281,072.00	7,405,209.00
<b>From The Uma Cooperative Bank Limited:</b>		
Term Loans	1,754,081.00	-
Vehicle	-	37,165.00
<b>Other Loans and Advances</b>		
<b>From Gujarat Industrial Development Corporation:</b>		
Terms Loans	423,098.00	472,870.00
<b>From HDFC Finance Limited:</b>		
Vehicle	-	936,727.00
<b>From Sundaram Finance Limited:</b>		
Vehicle	-	31,220.00
<b>From GMAC- TFC Finance Limited:</b>		
Vehicle	250,498.47	407,450.00
	178,759,346.41	182,073,080.26

### Notes:

Term Loans from Canara Bank are secured by first charge over fixed assets of the company, both present and future, and equitable mortgage by way of deposits of title deeds of the lease hold lands and factory premises of the company situated at Udaipur and Baroda and also secured by second charge over movable properties of the company, term loan from GIDC, Baroda is secured against lease hold land and building situated at C1-72, GIDC, Nandesari and term loan from Swaminarayan Cooperative Bank Ltd. & Uma Co-Operative Bank Ltd., are secured against hypothecation of specific assets financed and personal guarantee of directors. Interest accrued and due thereon Rs.3674565.00 (Previous year Rs.2245128.00). Installments due within one year Rs.20322844.00 (Previous year Rs. 13450981.00).

Working Capital loans from Canara Bank are secured by way of hypothecation of stocks of raw materials, finished goods, work-in-process, packing materials, stores and spares and receivables and second charge on all the immovable properties of the company, both present and future. Interest accrued and due thereon Rs. 1184610.00 (Previous year Rs.2771275.00).

Vehicle Loans are secured against purchases of specific assets under Hire Purchases Agreements and ownership of which shall be transferred on fulfillment of all the terms and conditions of respective hirepurchase agreement. Installments due with in one year Rs.190200.00 (Previous year Rs. 736198.00)

### SCHEDULE 4: UNSECURED LOANS

<b>From Other Companies:</b>		
Subsidiary	-	4,601,805.24
Others	-	-
	-	4,601,805.24



# LIBERTY PHOSPHATE LIMITED

## SCHEDULES TO BALANCE SHEET

### SCHEDULE 5 : FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 31/03/2003	ADDITIONS	SALES/ TRANSFERS	AS AT 31/03/2004	AS AT 31/03/2003	FOR THE YEAR	SALES/ TRANSFERS	AS AT 31/03/2004	AS AT 31/03/2004	AS AT 31/03/2003
LEASEHOLD LAND	3736755.70	284,765.00	-	4021520.70	-	-	-	-	4021520.70	3736755.70
FACTORY BUILDING	39988080.18	2,833,767.72	-	42821847.90	16468603.67	2467287.80	-	18935891.47	23885956.43	23519476.51
PLANT & MACHINERY	97512624.38	5,932,008.00	-	103444632.38	58131041.04	6478876.32	-	64609917.36	38834715.02	39381583.34
LABORATORY EQUIPMENTS	117365.96	24,676.00	-	142041.96	94179.61	3945.13	-	98124.74	43917.22	23186.35
VEHICLES	6922902.59	332,000.00	1,700,000.00	5554902.59	3681318.85	688713.62	382,177.00	3987855.47	1567047.12	3241583.74
FURNITURE & FIXTURES	2151641.79	114,982.00	-	2266623.79	1593983.39	111238.38	-	1705221.77	561402.02	557658.40
OFFICE EQUIPMENTS	3985519.78	196,298.00	-	4181817.78	2164691.56	260770.05	-	2425461.61	1756356.17	1820828.22
	154414890.38	9718496.72	1,700,000.00	162433387.10	82133818.12	10010831.30	382177.00	91762472.42	70670914.68	72281072.26
CAPITAL WORKS IN PROGRESS										
TOTAL:	154414890.38	9718496.72	1700000.00	162433387.10	82133818.12	10010831.30	382177.00	91762472.42	70670914.68	72281072.26
Previous Year:	148522377.76	6064244.62	171732.00	154414890.38	71368542.84	10603005.40	162269.88	82133818.12	72281072.26	77153834.92

#### Notes:

1. Lease hold Land and Building includes Rs.24922580.27 (Previous year Rs.24922580.27) pending registration with appropriate authority.
2. Vehicles includes Rs. 620390.00 (previous year Rs.4674138.46 purchase under hire purchase credits and ownership of the same will be transferred on fulfillment of all the terms and conditions of hire purchase agreements.
3. Some of the vehicles are in the name of directors/employees.



# LIBERTY PHOSPHATE LIMITED

## SCHEDULES TO BALANCE SHEET

(Rs.)

AS AT  
31.03.2004AS AT  
31.03.2003

### SCHEDULE 6 : INVESTMENTS (Unquoted-at cost)

	Nos.	F.V.		
Shares of a 100% subsidiary company, Liberty Pesticides & Fertilizers Ltd.	750000	10.00	11,250,000.00	11,250,000.00
Shares of Swaminarayan Co-op Bank	2500	10.00	175,000.00	175,000.00
Shares of NECL	400	10.00	4,000.00	-
Shares of Uma Co-operative Bank	1950	25.00	48,750.00	-
			<u>11,477,750.00</u>	<u>11,425,000.00</u>

### SCHEDULE 7: CURRENT ASSETS, LOANS AND ADVANCES INVENTORIES:

(As taken valued & certified by the Management  
At Cost or net realisable value, whichever is lower)

Stores & Spares	3,667,655.68	3,121,405.86
Raw Material	22,911,596.89	29,606,897.62
Packing Material	1,306,745.56	2,441,272.68
Finished Goods	76,965,415.66	71,350,409.92
Trading Stock	12,280,820.30	8,770,755.98
Fuel	428,021.95	309,878.94
	<u>117,560,256.04</u>	<u>115,600,621.00</u>

### SUNDRY DEBTORS:

(Unsecured considered good unless otherwise stated)  
Debts outstanding for a period Exceeding six months  
Considered Good  
Considered doubtful

Less-Provision for doubtful debts

Other debts

	14,253,300.30	18,353,756.21
	<u>7,851,128.79</u>	<u>7,881,128.79</u>
	22,104,429.09	26,234,885.00
	<u>7,851,128.79</u>	<u>7,881,128.79</u>
	14,253,300.30	18,353,756.21
	<u>122,719,400.61</u>	<u>120,051,132.09</u>
	<u>136,972,700.91</u>	<u>138,404,888.30</u>

### CASH AND BANK BALANCES:

Cash on hand	1,637,156.92	2,388,427.46
With scheduled Banks:		
In current accounts	1,434,261.29	1,397,618.26
In fixed deposit / Margin money accounts (Includes interest accrued Rs.993915.94 ) (Previous year Rs.860654.00)	26,451,393.94	24,191,080.00
	<u>29,522,812.15</u>	<u>27,977,125.72</u>

### LOANS & ADVANCES:

(Unsecured considered good unless otherwise stated)  
Advances recoverable in Cash or in kind  
or for value to be received  
Advance to Suppliers  
Security Deposits with Govt & Others

	12,408,324.37	12,205,874.20
	17,368,102.68	3,635,622.58
	14,746,907.31	2,722,386.39
	<u>44,523,334.36</u>	<u>18,563,883.17</u>

### SCHEDULE 8: CURRENT LIABILITIES & PROVISIONS CURRENT LIABILITIES:

Advance from customers	7,382,067.23	2,617,244.68
Sundry Creditors for goods and expenses	167,851,929.77	153,449,021.08
Other liabilities	5,353,924.39	17,505,241.02
	<u>180,587,921.39</u>	<u>173,571,506.78</u>

### PROVISIONS:

For Income-tax

	1,883,000.00	-
	<u>1,883,000.00</u>	<u>-</u>

### SCHEDULE 9 :- MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

(a) Public issue Expenditure

Balance As per Last Balance Sheet	276,140.00	399,760.00
Less:- Written off during the year	123,620.00	123,620.00
	<u>152,520.00</u>	<u>276,140.00</u>

(b) Profit & Loss account

Loss as per Last Balance Sheet	25,427,661.83	30,744,421.52
Add : Loss/(Profit) for the year	(18,163,682.17)	(5,316,759.69)
	<u>7,263,979.66</u>	<u>25,427,661.83</u>

