

ANNUAL REPORT
2012-13



Madhusudan
Industries Limited

Board of Directors

Shri Shree Narayan Mohata
Shri Rajesh B. Shah
Shri Sanwarmal Agarwal
Shri P. K. Shashidharan

Auditors

M/s. H. V. Vasa & Co.,
Chartered Accountants,
B-2, "Usha Kiran", Opp. Khanpur Gate,
Ahmedabad - 380 001.

Registered Office

Rakhial Station - 382 315
Taluka - Dehgam,
Dist. Gandhinagar, Gujarat.

Ahmedabad Office

"Madhusudan House", Opp. Navrangpura Telephone Exchange, Ahmedabad - 380 006.

Registrar & Share Transfer Agent

MCS Limited,
101, Shatdal Complex, 1st Floor,
Opp. Bata Show Room, Ashram Road,
Ahmedabad - 380 009.

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**Annual General Meeting at 11.30 a.m. on Saturday,
the 21st day of September, 2013 at the Registered Office.**

N o t i c e

NOTICE is hereby given that the Annual General Meeting of the Members of **MADHUSUDAN INDUSTRIES LIMITED** will be held at 11.30 a.m. on Saturday, the 21st day of September, 2013 at the Registered Office of the Company at Rakhial Station, Taluka Dehgam, District Gandhinagar – 382 315, to transact the following business :

ORDINARY BUSINESS

1. To consider and adopt Statement of Audited Profit and Loss Account for the year ended 31st March, 2013 and Balance Sheet as at that date and the Directors' and Auditors' Reports thereon.
2. To appoint a director in place of Shri Sanwar Mal Agarwal, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a director in place of Shri Rajesh B. Shah, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

5. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:
RESOLVED THAT Shri P. K. Shashidharan appointed as an Additional Director of the Company by Board of Directors and who ceased to hold the office at this meeting u/s. 260 of the Companies Act, 1956 and in respect of whom the Company has received notice in writing u/s. 257 of the Companies Act, 1956 proposing his candidature for the office of the Director be and is hereby appointed as Director of the Company.
6. To consider and, if thought fit, to pass, with or without modification, the following resolution as an ordinary resolution:
RESOLVED THAT Shri Prem Chand Surana appointed as an Additional Director of the Company by Board of Directors and who ceases to hold the office at this meeting u/s. 260 of the Companies Act, 1956 and in respect of whom the Company has received notice in writing u/s. 257 of the Companies Act, 1956 proposing his candidature for the office of the Director be and is hereby appointed as Director of the Company.

Regd. Office :
Rakhial Station – 382 315
Taluka - Dehgam, Dist. Gandhinagar.
31st July, 2013

By Order of the Board of Directors

B. K. Patodia
Company Secretary

N O T E S

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Members are requested to notify immediately the change of address, if any, to the Company OR M/s. MCS Limited, Registrar and Share Transfer Agent.
3. The Register of Members and Share transfer book of the Company will remain closed from 14th September, 2013 to 21st September, 2013 (both days inclusive)
4. Members / Proxies should bring the attendance slip sent herewith duly filled in for attending the meeting.
5. Members are requested to send their queries atleast ten days before the date of the meeting so that the information can be made available at the meeting
6. Unpaid / Unclaimed Dividend, Share application money received and due for refund and matured deposits unclaimed and unpaid for a period of seven years up to the financial year 2004-05 have been transferred to the Investor Education and Protection Fund pursuant to the provisions of Section 205C of the Companies Act, 1956.
7. Explanatory Statement pursuant to section 173 (2) of the Companies Act, 1956 is annexed hereto.
8. Brief resume of directors, who are proposed to be appointed / re-appointed at this meeting are given below:

Name of Director	Shri Sanwar Mal Agarwal	Shri Rajesh B. Shah	Shri P. K. Shashidharan	Shri Prem Chand Surana
Date of Birth	11.07.1953	11.11.1958	07.08.1958	12.09.1960
Date of appointment	07.08.2006	07.08.2006	26.02.2013	30.07.2013
Expertise in specific functional areas	Commercial	Finance	Marketing & Marketing Services	Accounts & Commercial
List of other directorships held	Gujarat Soaps Pvt. Ltd.	Madhusudan Fiscal Ltd. Madhusudan Cybematic Pvt.Ltd Goodluck Ceramics Pvt. Ltd.	—	Gujarat Soaps Pvt. Ltd.
Chairman / Member of the Committees of the Board of other Companies	—	—	—	—
Shareholding in the Company	200	—	—	—

Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956.

ITEM NO. 5

The Board of Directors appointed Shri P. K. Shashidharan as an additional director on 26-02-2013 u/s. 260 of the Companies Act, 1956. As per the provisions of the said section he will hold office till this Annual General Meeting. However, being eligible for re-appointment he offers himself for the same. The Company has also received notice along with deposit of Rs. 500/- from a member of the Company signifying his intention to propose Shri P. K. Shashidharan being appointed as director of the Company under the provisions of section 257 of the companies Act, 1956. It is in the interest of the Company to have the benefit of his services as director of the Company.

Your directors commend the resolution as per item no. 5 of the notice for passing by the members.

None of the Directors, except Shri P. K. Shashidharan may be deemed to be interested or concerned in the said resolution.

ITEM NO. 6

The Board of Directors appointed Shri Prem Chand Surana as an additional director on 30-07-2013 u/s. 260 of the Companies Act, 1956. As per the provisions of the said section he will hold office till this Annual General Meeting. However, being eligible for re-appointment he offers himself for the same. The Company has also received notice along with deposit of Rs. 500/- from a member of the Company signifying his intention to propose Shri Prem Chand Surana being appointed as director of the Company under the provisions of section 257 of the companies Act, 1956. It is in the interest of the Company to have the benefit of his services as director of the Company.

Your directors commend the resolution as per item no. 6 of the notice for passing by the members.

None of the Directors, except Shri Prem Chand Suran may be deemed to be interested or concerned in the said resolution.

Regd. Office :
Rakhial Station – 382 315
Taluka - Dehgam, Dist. Gandhinagar.
31st July, 2013

By Order of the Board of Directors

B. K. Patodia
Company Secretary

Directors' Report

To
The Members,

The Directors have pleasure in submitting the Annual Report together with the Statement of Accounts of your Company for the year ended 31st March, 2013.

Performance

The summary of your Company's financial performance is given below:

	Year ended March 31, 2013 (Rs. in lacs)	Year ended March 31, 2012 (Rs. in lacs)
Profit before Depreciation and Taxes	86.92	86.35
Deducting therefrom Depreciation	15.33	18.59
Profit / Loss before tax	71.59	67.76
Deducting therefrom taxes of:		
- Current Tax	—	—
- Deferred Tax	—	—
Profit after tax	71.59	67.76
Add: Balance brought forward from previous year	(-) 821.67	(-) 889.43
Amount available for Appropriations	(-) 750.08	(-) 821.67
The proposed appropriations are :		
1. Proposed Dividend	—	—
2. Tax on proposed Dividend	—	—
3. Debenture Redemption Reserve	—	—
4. Balance Carried forward	(-) 750.08	(-) 821.67
Total	(-) 750.08	(-) 821.67

Review of Company's Performance

During the year, Company continued with the horticulture operations. All the three green houses were utilized for production of colour capsicum and quantity produced was 31.97 MT. Other varieties of seasonal vegetables have been produced in open area. We have also utilized the open space available in the factory premises, to increase cultivation of vegetables and golden rods. The rental income of godowns was Rs.77.34 lac during the year. The rental income will continue to be a recurring source of revenue in the coming years.

Management Discussion and Analysis**a) Industry structure and development**

The Company has existing infrastructure readily available for undertaking suitable manufacturing activity in future.

b) Opportunities and threats

Even though the future of horticulture industries remains bright, the extreme weather conditions and poor quality of water available in our factory premises continue to be a threat.

c) Segment-wise/Product-wise performance

During the year, the income from horticulture was Rs.6.89 lacs. The total production of Capsicum was 31.97 MT. While turnover from horticulture division decreased from Rs.19.08 lac to Rs.6.89 lac, the overall profit increased from Rs.67.76 lac to Rs.71.59 lac. This was mainly due to increased rental income and reduced expenditure.

d) Outlook

The Company has decided to continue growing Colour Capsicum in all the three green houses and vegetables in open areas. The Company is also on the look out to diversify into newer areas.

e) Risks and concerns

The marketing of horticulture products is a challenging task as this commodity is a perishable item and the market is volatile. We have addressed this concern by tie ups with a few reputed Vendors and our produce is being supplied to them directly.

f) Internal control system and their adequacy

The Company has computerized its accounting system since many years. The system of internal control of the Company is commensurate with the size and complexity of the Company's business. The operations are subject to periodic internal audit by independent Auditors.

g) Financial performance with respect to Operational Performance is discussed in the main part of the report.**h) Material development in Human Resources /Industrial Relations**

The Company values and nurtures its human resources and Company would continue to adopt and implement the best HRD practices in future.

Corporate Governance

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange, Report on Corporate Governance has been included in this Annual Report as a separate annexure.

Directors' Responsibility Statement

In compliance of Section 217 (2AA) of the Companies Act, 1956, Directors of your Company confirm:

- that the applicable accounting standards have been followed in the preparation of final accounts and that there are no material departures;

- that such accounting policies have been selected and applied consistently and such judgements and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2013 and of the profit of the Company for the year ended on that date;
- 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;
- that the annual accounts have been prepared on a going concern basis.

Dividend

Your Directors have not recommended any dividend, as consolidation and restructuring process is underway.

Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo

The details required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 are annexed to this report.

Exchequer

The Company has contributed Rs.9.87 lacs to the exchequer by way of Income tax, VAT and other fiscal levies.

Fixed Deposits

Fixed Deposits from the Public, outstanding as on 31st March 2013 was Rs.1.80 lacs. There are eleven Fixed Deposit holders with Rs.1.80 lacs of unclaimed / unrenewed deposits as on 31st March, 2013. The Company on the basis of the working results during the year under review, can accept deposits from the Public as well as from the shareholders to the extent of Rs.4.56 crores.

Subsidiary Company

The particulars required Under Section 212 of the Companies Act, 1956 in respect of the Subsidiary Company viz. Madhusudan Fiscal Limited is appended.

The Ministry of Corporate affairs has, vide General Circular No.2/2011 dated 8th February, 2011, granted general exemption for not attaching the annual accounts of the subsidiary company with the annual accounts of holding company.

Pursuant to the said Circular, the Board of Directors of your Company in their meeting held on 27th May, 2013 has given their consent, for not attaching the Annual Accounts of the Subsidiary Company with that of the Holding Company. Accordingly, Balance Sheet, Profit & Loss Account, Directors' Report and Auditors' Report of the Subsidiary Company and other documents required to be attached under section 212(1) of the Act to the Balance Sheet of the Company, shall not be attached. However, these documents shall be made available upon request by any member of the Company interested in obtaining the same and shall also be kept for inspection at the Registered Office of your Company and that of Subsidiary Company concerned. Further, the financial data of the Subsidiary Company has been furnished along with the statement pursuant to Section 212 of the Companies Act, 1956 forming part of this Annual Report.

Interest in subsidiary Company:

Your directors propose to disinvest holding in the wholly owned subsidiary company viz. Madhusudan Fiscal Limited, which will be decided after necessary approvals.

Finance

The Company has obtained credit facilities from Bank of Baroda.

Employees

The Company has no employee as specified under Section 217(2A) of the Companies Act, 1956, hence, there is no information required to be provided in this regard.

Directors

Shri B. D. Sharma has resigned as director of the company w.e.f. 09.08.2012. Shri Nilesh Gandhi was appointed as Director w.e.f. 9-08-2012 and resigned w.e.f. 26-02-2013. Board of directors places on records their appreciation for the contributions made by them to the company. Shri P. K. Shashidharan has been appointed as an additional director of the company w.e.f. 26.02.2013.

Shri Shree Narayan Mohata and Shri Sanwarmal Agarwal, directors are due to retire at the end of ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Brief resumes of Shri Shree Narayan Mohata, Shri Sanwarmal Agarwal and Shri P.K. Shashidharan, directors as required under clause 49 of the Listing Agreement executed with the Stock Exchange are provided in the notice convening the Annual General Meeting.

Auditors

M/s. H.V. Vasa & Co., Statutory Auditors of the Company retire at the end of forthcoming Annual General Meeting and being eligible offer themselves for reappointment. The Board recommends their re-appointment at the ensuing Annual General Meeting.

Insurance

The Company has adequately insured all its assets.

Industrial Relations

The Company's relations with its employees remained cordial during the year.

The Company has taken adequate steps for the health and safety of its employees.

Appreciation

Your Directors would like to place on record their gratitude for the co-operation and assistance given by Bank of Baroda and various departments of both State and Central Governments.

For and on behalf of the Board of Directors,

Ahmedabad
27th May, 2013

Rajesh B. Shah
Sanwarmal D. Agarwal
Directors

Annexure to the Directors' Report

Disclosure of particulars with respect to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Report of the Board of Directors for the year ended 31st March, 2013.

A. Conservation of Energy

Form - A : Nil

B. Technology Absorption

Form B : Nil

C. Total Foreign Exchange used and earned

Total foreign exchange used : Rs. Nil

Total foreign exchange earned : Rs. Nil

Annexure to the Directors' Report

Statement of Holding Company's Interest in Subsidiary Company

Statement pursuant to Section 212 of the Companies Act, 1956 and General Circular No.2/2011 dated 08.02.2011 of Ministry of Corporate affairs, Govt. of India.

1. Name of the Subsidiary	: Madhusudan Fiscal Limited
2. Financial year of the Subsidiary Company ended on	: 31st March, 2013
Number of Shares in Subsidiary held by Madhusudan Industries Limited on the above date	: 12,90,000 (Previous year 12,90,000) Equity Shares of Rs.10/- each
3. Holding Company's interest	: 100 % (Previous year 100 %)
4. The Profit of Madhusudan Fiscal Limited for the year ended 31st March, 2013. (Net of Deferred Tax Asset / Liability) and transfer to Statutory Reserve under RBI Act.	: Rs.1,59,172/-
5. The loss for previous Financial Years since it became the Company's subsidiary.	: Rs.49,61,625/-
6. No adjustment has been made in the books of Madhusudan Industries Ltd. in respect of the said loss of Madhusudan Fiscal Limited.	
7. Paid-up Share Capital	: Rs. 1,29,00,000
8. Reserves	: Rs.7,66,630
9. Total Assets	: Rs.89,62,829
10. Total Liabilities	: Rs.89,62,829
11. Investments (other than in Subsidiaries)	: Rs.60,358
12. Turnover	: Rs.3,83,067
13. Profit (Loss) before taxation	: Rs.3,05,026
14. Provision for taxation (Net)	: Rs.1,06,061
15. Profit (Loss) after taxation	: Rs.1,98,965
16. Proposed Dividend	: Rs. ---

B. K. Patodia
Company Secretary

Ahmedabad
27th May 2013

Rajesh B. Shah
Sanwarmal D. Agarwal

Ahmedabad
27th May 2013

Director
Director

Annexure to the Directors' Report

CORPORATE GOVERNANCE REPORT

(As required by Clause 49 of the Listing Agreement of BSE Ltd.,)

1) Company's Philosophy

The Company believes in the practice of good Corporate Governance and acting as a good corporate citizen. The spirit of Corporate Governance has been prevailing in the Company for years together. The Company believes in the values of transparency, professionalism and accountability. The Company recognizes the accountability of the Board and importance of its decisions on its customers, dealers, employees, shareholders, and with every individual, who comes in contact with the Company.

2) Board of Directors

The Board comprises of four non-executive directors. The Company did not have any pecuniary relationship or transactions with the non-executive directors during the period under review.

During the year, 5 Board Meetings were held – on 30.05.2012, 09.08.2012, 30.10.2012, 30.01.2013 and 26.02.2013.

None of the directors on the Board are members in more than ten committees and they do not act as Chairmen of more than five committees across all companies in which they are directors. The composition of Board of directors and their attendance at the Board meetings during the year and at the last Annual General Meeting as also number of other directorships and Committee Memberships are given below:

Sr. No.	Name of Director	Category of Directorship	No. of Board Meetings attended	Attendance At last AGM	No. of Other directorships	No. of Other Committee Memberships
1.	Shri Rajesh B. Shah	Non-Executive Director	5	YES	3	-
2.	Shri Bhagwan Das Sharma*	Non-Executive Director	-	NO	-	-
3.	Shri Shree Narayan Mohata	Non-Executive Director	-	NO	2	-
4.	Shri Sanwarmal Agarwal	Non-Executive Director	5	YES	1	-
5.	Shri Nilesh Gandhi **	Non-Executive Director	2	YES	1	-
6.	Shri P. K. Shashidharan***	Non-Executive Director	-	NO	-	-

* Resigned w.e.f. 09.08.2012.

** Appointed w.e.f. 09.08.2012 and Resigned w.e.f. 26.02.2013.

*** Appointed w.e.f. 26.02.2013.

Code of Conduct

The Company has finalized model code of conduct for the Board members and senior Officers of the Company.

Whistle Blower Policy

The Company has not implemented a whistle-Blower policy.

CEO / CFO Certification

Board of Directors of the Company comprises only non-executive directors. No CEO / CFO is appointed by the Company.

3) Audit Committee

The Audit Committee consists of 3 (Three) independent directors, Shri Rajesh B. Shah – Chairman, Shri Shree Narayan Mohata and Shri S. M. Agarwal. During the year under review, four Committee Meetings were held on – 30.05.2012, 09.08.2012, 30.10.2012 and 30.01.2013.

Terms of reference:

The role and terms of reference of the Audit Committee cover the matters specified for Audit Committee under Clause 49 of Listing Agreement and Section 292A of the Companies Act, 1956.

4) Remuneration Committee

The Remuneration Committee consists of Shri Rajesh B. Shah – Chairman, Shri Shree Narayan Mohata and Shri S. M. Agarwal. The Committee fixes the Remuneration of Executive / Whole-time Directors, which include all elements of remuneration package i.e. salary, benefits, bonus, pension, retirement scheme, share options and such other benefits.

The Committee also decides the fixed component and performance linked incentives, performance criteria, service contracts, notice period, severance fees etc. of the remuneration package of working directors, as and when necessary. Presently the Company has no Executive / whole time director.

5) Remuneration Policy

Remuneration of employees largely consists of basic remuneration and perquisites.

The component of the total remuneration varies for different grades and is governed by Industry pattern, qualifications and experience of the employee, responsibilities handled by him and his individual performance, etc.

The objectives of the remuneration policy are to motivate employees to excel in their performance, recognize their contribution and to retain talent in the organization and accord merit.

6) Details of remuneration for the year ended 31.03.2013

(i) Whole-time Directors

The Company has no Whole-time Director

(ii) Non-Executive Directors

Remuneration by way of sitting fees for attending Board Meetings are paid to the non-executive directors. Due to inadequate profit for the year ended 31.03.2013 no commission was paid to the Non-Executive Directors. The details of remuneration paid to them during the year are as under:

Name	Sitting Fees (Rs.)
Shri Rajesh B. Shah	10,000
Shri Bhagwan Das Sharma*	-
Shri Shree Narayan Mohata	-
Shri Nilesh Gandhi**	4,000
Shri Sanwar Mal Agarwal	10,000
Shri P. K. Shashidharan***	-
Total	24,000

* Resigned w.e.f. 09.08.2012.

** Appointed w.e.f. 09.08.2012 and Resigned w.e.f. 26.02.2013.

*** Appointed w.e.f. 26.02.2013.

(iii) Shareholding of Non-Executive Directors

Name	No. of Shares held	% of total shareholding
Shri Rajesh B. Shah	NIL	NIL
Shri Bhagwan Das Sharma*	NIL	NIL
Shri Shree Narayan Mohata	250	0.00
Shri Sanwar Mal Agarwal	200	0.00
Shri Nilesh Gandhi**	NIL	NIL
Shri P. K. Shashidharan***	NIL	NIL

* Resigned w.e.f. 09.08.2012.

** Appointed w.e.f. 09.08.2012 and Resigned w.e.f. 26.02.2013.

*** Appointed w.e.f. 26.02.2013.

Annual Report 2012-2013

7) Share Transfer Committee

In accordance with the Listing Agreement with the Stock Exchange, the Board had delegated the powers of share transfers to the Share Transfer Committee. In order to expedite the process of share transfers/ transmissions / splits / consolidation, the Committee meets at least once in 10 days. The share transfer committee, consists of three directors, Shri Rajesh B. Shah – Chairman, Shri Shree Narayan Mohata and Shri S. M. Agarwal.

Share Transfer Agent

The Company has appointed MCS Limited, Ahmedabad, a SEBI registered Share Transfer Agent as Registrar and Share Transfer Agent w.e.f. 1.03.2003.

8) Shareholders' / Investors' Grievance Committee

The Board has formed a Shareholders' / Investors' Grievance Committee consisting of the following directors:

Shri Rajesh B. Shah	-	Chairman
Shri Shree Narayan Mohata	-	Member
Shri S. M. Agarwal	-	Member

All investor complaints, which cannot be settled at the level of Company Secretary and Compliance Officer, will be forwarded to the Shareholders' Grievance Committee for final settlement. During the year, 2012-13, the Company had received 8 complaints / queries from the Shareholders.

All the complaints received from the Shareholders were resolved. There is no complaint pending as of 31.03.2013, which is not attended / replied by the Company.

The Company confirms that there were no share transfers lying pending as on date, which were received upto 31.03.2013 and all requests for dematerialisation and rematerialisation of shares as on that date were confirmed / rejected into the NSDL / CDSL system. During the year, one Committee Meeting was held on 30.05.2012.

9) General Body Meetings

The last three Annual General Meetings were held as under:

Financial Year ended	Date	Time	Venue
31.03.2012	24.09.2012	11.30 a.m.	Rakhial Station, Tal : Dehgam, Dist. Gandhinagar, PIN:382315
31.03.2011	17.09.2011	11.30 a.m.	Rakhial Station, Tal : Dehgam, Dist. Gandhinagar, PIN:382315
31.03.2010	27.09.2010	11.30 a.m.	Rakhial Station, Tal : Dehgam, Dist. Gandhinagar, PIN:382315

No resolution is required to be passed during current year and up to the date of Annual General Meeting through postal ballot.

10) Disclosures

- There were no transactions of material nature with the directors or the management or their subsidiaries or relatives etc. during the year, which could have potential conflict with the interests of the Company at large.
- There were no instances of non-compliance of any matter related to the capital market, during the last three years.
- As per clause 5A of the Listing Agreement, the Company has no unclaimed shares as the Company has not offered / issued any shares to the public since 1993.

11) Means of Communication

- Quarterly results are published in leading daily newspapers viz. Financial Express / Indian Express and a local language newspaper viz. Financial Express /Jai Hind / Jansatta / Divya Bhaskar. The annual results (Annual Reports) are posted to all the members of the Company.
- Management's Discussion & Analysis forms part of this Annual Report, which is also being posted to all the members of the Company.
- The official news releases, if any, are given directly to the press.
- The Company submits its financial results, shareholding pattern and other information to the BSE Limited. These information are also uploaded by the BSE Ltd., on its website <http://www.bseindia.com>.

12) General Shareholders' Information

1. Annual General Meeting :

Date and Time : 21st September, 2013:11.30 a.m.
Venue : Rakhial Station,
Taluka – Dehgam,
Dist. Gandhinagar, Pin – 382315.

2. Financial Calendar 2013-14 (tentative) :

Annual General Meeting 3rd / 4th week of
September, 2014

Results for quarter ending By 15th day of

June 30, 2013	August, 2013
September 30, 2013	November, 2013
December 31, 2013	February, 2014
Results for year ending	By 30 th May, 2014
March 31, 2014 (Audited)	

3. Book Closure date 14th September, 2013 to 21st September, 2013

4. Dividend payment

In view of insufficient profit and accumulated losses of previous years, no dividend is recommended by the Board of Directors for the year ended 31.03.2013.

5. Listing on Stock Exchange

The Company's shares are listed at BSE Limited and company has paid listing fees for the year 2012-13 and 2013-14

Stock Code: 515059

Scrip ID - MADHUDIN

6. Share price on BSE Ltd.

Month	High (Rs.)	Low (Rs.)
April 2012	11.00	8.56
May 2012	10.71	8.56
June 2012	10.00	7.75
July 2012	9.70	8.30
August 2012	10.05	9.51
September 2012	10.05	9.55
October 2012	11.86	8.74
November 2012	15.33	12.42
December 2012	15.92	13.69
January 2013	14.83	12.30
February 2013	15.43	12.82
March 2013	14.56	12.55

7. Share Transfer

Entire Share Transfer work and dematerialisation / rematerialisation work is assigned to R & T Agent, MCS Limited, Ahmedabad, a SEBI registered Share Transfer Agent. Request for Share transfer, dematerialisation and rematerialisation should be sent directly to MCS Limited, 101, Shatdal Complex, 1st Floor, Opp. Bata Show Room, Ashram Road, Ahmedabad-380 009. Shareholders have option to open their accounts with either NSDL or CDSL as the Company has entered into agreements with both of these depositories.

13) Share Transfer System

The share transfer/s is normally effected within a period of 10-12 days from the date of receipt, provided the documents being complete in all respects. The Company has formed Share Transfer Committee of directors, which meets atleast once in 10 days for effecting transfer of shares and other related matters.

14) Distribution of Shareholding as on 31.03.2013

Shares	No. of Shareholders	Total No. of Shares
1-500	5142	660880
501 – 1000	131	106155
1001 – 2000	64	97812
2001 – 3000	18	45271
3001 – 4000	11	38008
4001 – 5000	7	33272
5001 – 10,000	17	123821
10,001 – 50,000	16	425034
50001-1,00,000	3	236448
1,00,001 And Above	11	3608299
Total	5420	5375000

15) Pattern of Shareholding as on 31.03.2013.

Sr. No.	Category	No. of Shares	(%)
1.	NRI	3970	0.07
2.	Financial Institutions/ Banks	271117	5.04
3.	Mutual Funds	275	0.01
4.	Promoters	3137980	58.38
5.	Bodies Corporate	157091	2.92
6.	Others	1804567	33.58
Total		5375000	100.00

16) Dematerialisation of Shares as on 31.03.2013

As on 31st March 2013, 90.75% of the Company's total shares representing 48,77,567 Shares were held in dematerialized form and the balance 9.25% representing 4,97,433 shares were in paper form.

The ISIN Number in NSDL and CDSL is "INE 469C01023".

17) Locations

The Company's Regd. Office is located at Rakhaial Station, Taluka Dehgam, Dist. Gandhinagar, Pin – 382315 and Ahmedabad office is located at 'Madhusudan House', Opp. Navrangpura Telephone Exchange, Ahmedabad-380 006.

18) Address for Correspondence

The Company's Registered Office is situated at Rakhaial Station, Taluka Dehgam, Dist. Gandhinagar, Pin-382315. Shareholders' correspondence should be addressed either to the Registered Office of the Company as stated above and / or to the Ahmedabad Office of the Company at "Madhusudan House", Opp. Navrangpura Telephone Exchange, Ahmedabad - 380 006 or to the Registrar and Share Transfer Agent, MCS Limited, 101, Shatdal Complex, 1st Floor, Opp. Bata Show Room, Ashram Road, Ahmedabad-380 009.

AUDITORS' CERTIFICATE

To,
The Members of
Madhusudan Industries Ltd.

We have examined the compliance of conditions of Corporate Governance by **Madhusudan Industries Limited**, for the year ended 31st March 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination 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 an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has generally complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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 and on Behalf of
H. V. Vasa & Co.
Chartered Accountants
Firm Registration No. 131054W

Ahmedabad
27th May, 2013

Tushar H. Vasa
Proprietor
Membership No. 16831

Auditors' Report

To,

The Members of **Madhusudan Industries Limited**

We have audited the accompanying financial statements of **MADHUSUDAN INDUSTRIES LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
 - b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
 - c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
 2. As required by section 227(3) of the Act, 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 those books
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

- d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For and on behalf of
H.V.Vasa & Co.**

Chartered Accountants

Firm Registration No. 131054W

(Tushar H. Vasa)

Proprietor

Place : Ahmedabad

Date : 27th May, 2013

Membership No. 16831

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of MADHUSUDAN INDUSTRIES LIMITED on the accounts of the company for the year ended 31st March, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. In respect of its fixed assets :
 - (a) The company has maintained proper records, showing full particulars including quantitative details and situation of its fixed assets on the basis of available information, other than furniture and fixtures.
 - (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed in respect of the assets physically verified.
 - (c) In our opinion, there was no substantial disposal of fixed assets during the year, which would affect the going concern of the company.
2. In respect of its 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) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to book records.
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 :