

22nd
ANNUAL REPORT
2012 - 2013



R M MOHITE
INDUSTRIES LTD.



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BOARD OF DIRECTORS

Mr. Shivaji R. Mohite	Chairman & MD
Mrs. Monika S. Mohite	Joint MD
Mr. Abhay S. Bhide	Executive Director & CEO
CA Neehal M. Pathan	Non-executive Director
Mr. Sanjay D Patil	Independent Director
Mr. Dhiraj S. Patil	Independent Director
Mr. Ranjeet D. Patil	Independent Director
Mr. Sangramsinh S. Nimbalkar	Independent Director

REGISTERED OFFICE

R. S. No.347, Ambapwadi Phata
NH-4, Vadgaon, Tal-Hatkanangale,
Dist-Kolhapur INDIA 416112
Phone - +91 230 2471230 to 33
Fax - +91 230 2471229
email - mohitex@bsnl.in
web - mohite.com

BANKERS

Bank of Baroda, Shahupuri, Kolhapur
IDBI Bank Ltd, Nariman Point, Mumbai
State Bank of India, Udyamnagar, Kolhapur

STATUTORY AUDITORS

Moreshwar G. Deshpande
Chartered Accountants
F-2, Mayureshwar Appt.,
City Highschool Road, Sangli 416 416

HYDRO POWER PROJECTS

Radhanagari Hydro Power Project
Dam foot, Radhanagari Dam, A/p-Fejiwade,
Tal- Radhangari, Dist-Kolhapur.

Ambai Hydro Power Project
Dudhganga Dam Foot,
A/P. Dudhganga Nagar,
Tal-Radhangari, Dist-Kolhapur.

INTERNAL AUDITORS

Kunte & Chaugule
Chartered Accountants
Ayodhya Towers, 2nd Floor,
Station Road, Kolhapur 416 001

COMPANY SECRETARY

Mr. Sachin G. Bidkar
Company Secretary & Compliance Officer



NOTICE

Notice is hereby given that the 22nd Annual General Meeting of the Shareholders of R M MOHITE INDUSTRIES LIMITED will be held on Saturday, 21st September, 2013 at 11.30 a. m. at Registered Office of the Company, situated at R. S. No. 347, Ambapwadi Phata, Opp. NH - 4, Vadgaon - 416112, Dist - Kolhapur in the state of Maharashtra, to transact the following business:-

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account for the year ended on that date together with the Auditors' Report and Directors' Report thereon.
2. To appoint a Director in place of Mr. Neehal M. Pathan, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Ranjeet D. Patil, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

For and on behalf of Board of Directors,

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE

CHAIRMAN & MANAGING DIRECTOR

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote on a poll instead of himself/herself and such proxy need not to be a member of the Company. The proxy, in order to be effective, must be lodged with the Company not less than 48 hours before the meeting. The blank proxy form is enclosed.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from the 14th September 2013 to 20th September, 2013 [both days inclusive] for the purpose of Annual Book Closure.
3. Members holding shares in physical form are requested to notify the changes in their addresses, if any, at the earliest. Members holding shares in dematerialized form are requested to notify change in their addresses to their Depository Participants.
4. Pursuant to Section 205A of the Companies Act, 1956, there was no Unclaimed Dividends, hence the section is not applicable for the period up to 31st March, 2005.

5. Details of unclaimed Dividend along with due date to transfer it to Investor Education and Protection Fund are as below :

Sr. No	Year Ended	Date of Declaration	Due Date of Transfer to IEPF
1	31.03.2006(Interim)	26.05.2005	25.06.2012
2	31.03.2006	28.09.2006	27.10.2013
3	31.03.2007	22.09.2007	21.10.2014
4	31.03.2011(Interim)	15.10.2010	14.11.2017

Please note that, once the unclaimed dividend is transferred to the Investor Education and Protection Fund, no claims shall lie in respect of such amount against the Company.

INFORMATION REQUIRED TO BE FURNISHED UNDER THE LISTING AGREEMENT :

Details of the Directors retiring by rotation and seeking re-appointment (in pursuance of Clause 49 of the Listing Agreement).

1) Name :	Mr. Neehal Mahamulal Pathan
Age:	39 Years
Qualifications :	B. Com. F.C.A.
Experience :	He is a fellow member of The Institute of Chartered Accountants of India and having experience of more than 10 years in Finance, Accounts and Taxation.
Other Directorship:	N. A
2) Name :	Mr. Ranjeet Dinkarrao Patil
Age:	48 Years
Qualifications :	B. A.
Experience :	He is one of the successful businessman in Earth Moving Business and Dozer ripper since more than 20 years and also having experience of construction of Irrigation Projects.
Other Directorship:	NA

GREEN INITIATIVE IN CORPORATE GOVERNANCE :

The Ministry of Corporate Affairs, Government of India, through its circular Nos.17/2011 dt. 21st April, 2011 and 18/2011 dt. 29th April, 2011, respectively, has allowed companies to send documents viz. Notices of meetings, Annual Reports and other shareholder communication to their shareholders electronically as part of its green initiatives in corporate governance.

Recognizing the spirit of circular, it is proposed that henceforth documents as mentioned above will be sent electronically to the email addresses provided by you and made available to the company by the RTA as and when there are changes in your email address. Shareholders can register their email addresses to the Company's RTA, M/s. Link Intime India Pvt Ltd. at email Id – rnt.helpdesk@linkintime.co.in.



DIRECTORS' REPORT

Dear Shareholders,

Your Directors' have pleasure in presenting the 22nd Annual Report of the Company along with the Audited Statements of Accounts for the year ended 31st March, 2013.

1. Financial Results

The salient features of the performance of the year are as follows: -

(` in Lacs)

For the year ended	For the year ended on 31 st March 13	For the year ended on 31 st March 12
Gross Turnover	13923.96	8557.71
Profit Before Taxation	429.54	453.56
Provision for Taxation	30.34	43.88
Net Profit After Taxation	399.20	409.68
Balance of Profit Brought Forward	4225.93	3816.26
Profit available for appropriations	4625.13	4225.93
Appropriations:		
Dividend (Inclusive of Dividend Tax)	-	-
Transfer to Capital Redemption Reserve	-	-
Profit Carried to Balance Sheet	4625.13	4225.93

The performance of the Company has been comprehensively covered in the Management Discussion and Analysis Report.

2. Dividend

With a view to plough back the Profits, Board of Directors do not recommend the payment of dividend for the financial year 2012-13.

3. Report on Corporate Governance and Management Discussion & Analysis

The Company has complied with clause 49 of the Listing Agreement pursuant to SEBI guidelines, accordingly, report on Corporate Governance and Management Discussion & Analysis are enclosed and form part of this Report.

5. Insurance

Adequate insurance cover has been taken for the properties of the Company including building, plant & machineries and stock.

6. Directors

In accordance with the provisions of the Companies Act 1956, & Articles of Association of the Company Mr. Neehal M. Pathan and Mr. Ranjeet D. Patil retire by rotation and are eligible for re-appointment.

During the year Mr. Abhay S. Bhide and Mr. Sangramsinh S. Nimbalkar are appointed as Directors of the Company on 29th September, 2012.

7. Auditors

Moreshwar G. Deshpande, the Statutory Auditors of the company, will retire at the ensuing Annual General Meeting of the company and being eligible, offer themselves for re-appointment.

8. Cost Auditors

The Central Government had directed an audit of the cost accounts maintained by the Company. For conducting the cost audit for the financial year ended on March 31, 2014, the Central Government has approved the appointment of Shri. S. V. Vhatte, Cost Accountant, Solapur.

9. Directors Responsibility Statement

On the basis of compliance certificate received from the concerned officials of the Company and subject to disclosure in the Annual Accounts & on the basis of the discussion with the Statutory Auditors of the Company from time to time, we state:

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed and proper explanations provided relating to material departures, if any ;
- ii) that the Directors have selected appropriate accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2013 and of the profit of the Company for the year ended on that date.
- iii) that the Directors have taken proper and sufficient care to ensure 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, if any.
- iv) that the Directors have prepared the annual accounts on a going concern basis.

10. Conservation of Energy, Technology Absorption, Foreign Earnings and Outgo

A statement giving details of conservation of energy, technology absorption, foreign exchange earnings and outgo, in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 is annexed and marked Annexure 'A' and forms part of this Report.

11. Cash Flow Analysis

In conformity with the provisions of clause 32 of the Listing Agreement the Cash Flow Statement for the year ended 31st March, 2013 is annexed hereto.

12. Listing of Equity Shares

The Equity Shares of Your Company are presently listed on Bombay Stock Exchange Limited, (BSE). The Company has duly paid the listing fees to Bombay Stock Exchange Limited for the financial year 2013-2014.



13. Depository System

As the members are aware, your Company's shares are tradable compulsorily in electronic form and your Company has established connectivity with both the depositories, i.e. National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL). In view of the numerous advantages offered by the Depository system, members are requested to avail of the facility of dematerialization of the Company shares on either of the Depositories as aforesaid.

14. Particulars of Employees

The statement of particulars of employees required under Section 217(2A) of the Companies Act, 1956 reads with the Companies (Particulars of Employees) Rules 1975. As no any employee is receiving salary more than limits prescribed under this section, separate statement is not attached.

15. Appreciation

Your directors wish to place on record their appreciation to employees at all levels for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to remain at the forefront of the Industry despite increased competition from several existing and new players.

16. Acknowledgments

The Board desires to place on record its appreciation for the support and co-operation that the Company received from all the customers, investors, marketing agents, clearing and forwarding agents, financial institutions, banker's, insurance companies, consultants, advisors and shareholders for their continued support. The company has always looked upon them as partners in its progress and has happily shared with them rewards of growth.

Your Directors are grateful to Government of India, Ministry of Commerce, Ministry of Textiles, Port Authorities and various authorities from Central and State Government for their co-operation and support. Your Directors look forward for their continued support.

on behalf of the Board

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE

CHAIRMAN & MANAGING DIRECTOR

ANNEXURE 'A' TO THE DIRECTORS REPORT

Additional information as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken :

The Company has been taking continuous steps to conserve the energy and minimize energy cost at all levels.

(b) Total energy consumption and energy consumption per unit of production in the prescribed Form 'A' Attached.

B. TECHNOLOGY ABSORPTION

Efforts made in Technology Absorption as per Form 'B' given below :

FORM B

RESEARCH AND DEVELOPMENT (R & D)

1. Specific areas in which R & D has been carried out by the Company :

R & D activities are carried out continuously to produce good quality of Yarn and Fabric for exports.

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

With the result of the R & D activities carried out, the Company has been able to produce quality Yarn.

3. Future Plan of Action:

i) The Company continues its efforts to maximize its productivity and at the same time enhance quality of its products.

4. Expenditure on R & D :

Expenditure on R & D has been shown under respective heads of expenditure in the profit and loss account as no separate account is maintained.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION :

The Company is constantly making efforts to adopt latest technology wherever possible to improve quality of product, productivity and efficiency of the machineries. The company is also at a continuous endeavor to improve the efficiency of process by way of deep study of new technologies and exchange of information with other mills and machinery manufacturers.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(a) The Company has achieved export sales of ` 6199.19 Lacs. Out of which export through merchant export is worth ` 5235.63 Lacs and ` 963.55 by direct export. The Company has earned foreign exchange to the tune of \$1756455.66 through direct export as given in schedule.

(b) Total Foreign Exchange used and earned.

The information on foreign exchange earnings and outgo is contained in note no. 24B(iv) of Notes to financial statements.

on behalf of the Board

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE

CHAIRMAN & MANAGING DIRECTOR



FORM 'A'

Form for disclosure of particulars with respect to conservation of energy

Particulars			2012-13	2011-12
A.	Power & Fuel Consumption			
	Electricity :			
	Total Consumption during the year : (Kwh)		2,54,76,600	1,74,69,732
	Total Amount (Rs.)		19,05,30,755	12,23,74,467
	Own Generation through :			
	Hydro Power Project (Kwh)		1,72,00,919	1,69,93,018
	Purchased Units (Kwh)		82,75,681	4,76,714
B.	Consumption per unit of Production			
1.	Cotton Yarn	Electricity	3.57	4.97
		Diesel	--	--
		Coal Per Kg	--	--
		Others	--	--
2.	Knit-Fabric	Electricity	--	--
		Diesel	--	--
		Coal Per Kg	--	--
		Others	--	--