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CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri Ram Rich Pal Nuwal – Non Executive Chairman

Shri Subhash Nuwal - Managing Director

Shri Naresh Kumar Gattani - Executive Director

Shri Shanti Lal Rathi

Shri Shiv Prasad K. Rathi

Smt. Ranjana Gattani

Smt. Prem Devi Gattani

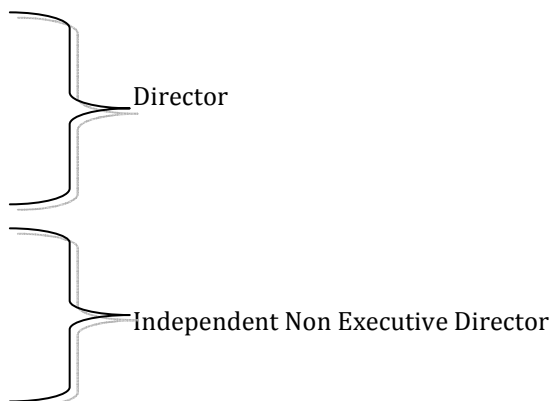
Shri Harshil Nuwal

Shri Hanuman Kumat

Shri Manish Inani

Shri Sanjay Kumar Jain

Shri Shailesh Mishra



CHIEF FINANCIAL OFFICER

Shri Siddharth Kumar Soni

COMPANY SECRETARY cum COMPLIANCE OFFICER

Shri Mahaveer Prasad Saraswat

STATUTORY AUDITORS

M/s S. DAD & Co.,
Chartered Accountants

INTERNAL AUDITORS

M/s Arun Kabra & Co.
Chartered Accountants

BANKER

State Bank of Bikaner & Jaipur
Industrial Estate Branch,
Pur Road, Bhilwara - 311 001(Raj.)

REGISTERED OFFICE

2, Sangam Towers, Near - Old RTO Road, Gandhi Nagar,
Pur Road, Bhilwara – 311 001 (Raj.)
Email ID – sonagrup@gmail.com
Telephone No.-01482-246530, 246585
CIN - L17117RJ1993PLC007381

PLANT

12th K. M. Stone, Village – Guwardi,
Chittorgarh Road, Bhilwara - 311025
Email ID – sonaprocess@gmail.com
Telephone No. – 01482-249040-44



NOTICE

Notice is hereby given that the 21st ANNUAL GENERAL MEETING of the Members of Sona Processors (India) Limited will be held on Saturday, 19th July, 2014 at 10.00 A.M. at the Registered Office of the Company at 2, Sangam Towers, Near, Old RTO Road, Gandhi Nagar, Pur Road, Bhilwara to transact, the following business :-

A. ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2014 and statement of Profit & Loss for the year ended on that date and the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Shri Shanti Lal Rathi (DIN – 00170996), who retires from office by rotation and, being eligible, offers him self for re-appointment.
3. To reappoint a Director in place of Shri Shiv K. Rathi (DIN – 00171065), who retires from office by rotation and, being eligible, offers him self for re-appointment.
4. To reappoint M/s S. Dad & Co., Chartered Accountants, as Auditors of the Company who retire at the conclusion of the ensuing Annual General Meeting, to hold office till the conclusion of the Next consecutive Three Annual General Meeting to be reviewed with the authority to the Board of Directors of the Company and to fix their remuneration and to pass the following resolution thereof.

“**RESOLVED** that pursuant to the provisions of section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, S. Dad & Co., Chartered Accountants (Firm Registration No.07534C), be and is hereby re-appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the twenty-fourth AGM of the Company to be held in the year 2017 (subject to rectify of their appointment at every AGM), at such remuneration including service tax, out-of-pocket, expenses, etc., as may be decided by the Board of Directors of the Company.”

B. SPECIAL BUSINESS

5. To pass with or without modification, the following resolution as an Ordinary resolution:

“**RESOLVED** that Mr. Shailesh Mishra (DIN-01005004) be and is hereby appointed a Independent Director of the Company.



6. To adopt new Articles of Association of the Company containing regulation in conformity with the Companies Act, 2013 and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution.

“RESOLVED THAT pursuant to the provision of Section 14 and all other applicable provisions of the Companies Act, 2013 read with Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the draft regulation contained in the Articles of Association submitted to this meeting be and are hereby approved and adopted in substitution, and to the entire exclusion, of the regulations contained in the existing Articles of Association of the Company;

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

By Order of the Board,
For Sona Processors (India) limited

Bhilwara, May 29, 2014

SUBHASH NUWAL
MANAGING DIRECTOR



NOTES FOR MEMBER'S ATTENTION:

1. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of Special Business under Item Nos. 7 is above annexed hereto.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself, The proxy need not to be a member of the company.
3. The Instrument appointing a Proxy should, however be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
4. The register of members and share transfer books of the company will remain closed from Monday 30th day of June 2014 to Saturday the 19th day of July 2014 (both days inclusive).
5. Members are requested to notify any change to address, to the company to its Share Department at the Registered Office at Bhilwara in respect of the shares held in physical form.
6. Members are requested to correspond in connection with shares held by them by addressing letter directly to the Share Department of the Company situated at the registered office of the Company at Bhilwara - 311001. (Raj.) and not to any other Office of the Company, quoting reference of their folio numbers.
7. As per the provisions of the Companies Act, 1956, facility for making nominations is now available to INDIVIDUALS holding shares in Company. Shareholders holding shares in physical form obtain the Nomination Form - 2B prescribed by the Government from the Share Department of the Company.
8. As per Clause 49 of the Listing Agreement with Stock Exchanges, the brief resume and functional expertise of the directors proposed for appointment and re-appointment, details of their holding of shares in the Company along with the details of Companies in which they are directors and the Board Committee of which they are members are furnished below.

(1) Shri Shanti Lal Rathi

Shri Shanti Lal Rathi (54) is a Promoter and Non Executive Director. He is a Commerce Graduate. He joined the Board in the year 1993. He has 24 years of industrial and fashion Jewelry trading experience. He is looking after Finance planning, Industrial relation and Banking. He is member of Management, Finance & Banking and Audit Committee.

Details of Shares held by Shri Shanti Lal Rathi:

He holds 226010 equity shares of Rs. 10/- each

He is related to Shri Shiv K. Rathi, Director of the Company as Brother.

He also holds directorship in other Three companies i.e. Giriraj Suitings Pvt. Ltd., Scarlet Suitings Pvt. Ltd. and Kundan Impex Pvt. Ltd.



(2) Shri Shiv K. Rathi

Shri Shiv K. Rathi (51) is a Promoter and Non Executive Director. He is a Commerce Graduate. He joined the Board in the year 1993. He has 21 years of industrial and fashion Jewelry trading experience. He is looking after Finance planning, Industrial relation and Banking. He is member of Management, Finance & Banking and Audit Committee.

Details of Shares held by Shri Shanti Lal Rathi:

He holds 131510 equity shares of Rs. 10/- each

He is related to Shri Shanti Lal Rathi, Director of the Company as Brother.

He also holds directorship in Two other companies i.e. Giriraj Suitings Pvt. Ltd., and Kundan Impex Pvt. Ltd.

9. Shareholders desirous of obtaining any information/clarification on the accounts and operations of the Company are requested to send in written queries to the Company, at least one week before the date of the meeting, Replies will be provided in respect of such written queries received, only at the meeting.
10. As you are aware, Ministry of Corporate Affairs (MCA), Government of India, vide its Circular Nos. 17 & 18 dated 21st April, 2012 and 29th April, 2012 respectively, has now allowed the companies to send Notices of General Meetings/other Notices, Audited Financial Statements, Directors' Report, Auditors' Report etc., henceforth to their shareholders electronically as a part of its Green Initiatives in corporate governance.

Members who wish to have Annual report and other notices, communications in electronic mode may registers their email addresses with the company.

EXPLANATORY STATEMENT UNDER SECTION 102 (1) OF THE COMPANIES ACT, 2013 ("the Act")

Item No. 5.

The Board of directors of the Company at its meeting held on May22, 2014 appointed Shri Shailesh Mishra (DIN-01005004) as Additional Independed Director pursuant to Section 149(4) and(6), 152 and 161 read with schedule iv of Companies Act, 2013 and the Companies (Appointment and qualification of Director) Rule 2014 and clause 49 of the listing agreement. Shri Shailesh Mishra holds office as additional independent director up-to the date of the forthcoming Annual general meeting.

Item No. 7 of the notice is for the approval of the share holders for appointment of Shri Shailesh Mishra as a director of the company. The company has received notice under section 160 of the Companies Act, 2013, from a member proposing the appointment of Shri Shailesh Mishra as an Independent director of the Company. He has given his consent to act as a Independent Director.

Shri Shailesh Mishra is Commerce Graduate and having directorship in Sona Tex Machinery Pvt. Ltd., He is a person of integrity and possesses relevant expertise and 24 years experience in yarn trading and



fabric manufacturing which is covered under textile segment. Your directors consider that his wise advice and council will be of immense benefit to the company as it charts its passage to a bright future. Accordingly, your directors recommend the appointment of Shri Shailesh Mishra as a Independent Director of the company. He meets the criteria of independence as provided in sub section (6) of section 149 of Companies Act, 2013. His appointment is without remuneration for a term of five year as per provision of section 152 of Companies Act, 2013.

He does not hold any share in the company.

None of the Directors of the company except Shri Shailesh Mishra are concern or interested in this resolution.

None of the Directors/key managerial personnel their relatives are, in any way, are concern or interested, financially or otherwise, in the Ordinary Resolution set out at Item No.5 of the Notice.

The Board commends the Special Resolution set out at Item No. 5 of the Notice for approval by the shareholders.

Item No. 6.

The Articles of Association (“AoA”) of the Company as presently enforce since Company was incorporate in May, 1993. The existing AoA are based on the Companies Act, 1956 and several regulations in the existing AoA contain references to specific sections of the Companies Act, 1956 and some regulations in the existing AoA are no longer in conformity with the Act.

The Act is now largely in force. On September 12, 2013 the Ministry of Corporate Affairs (“MCA”) has notified 98 Sections for implementation. Subsequently, on March 23, 2014, MCA notified most of remaining Section. However, substantive sections of the Act which deals with the general working of companies stand notified.

With the coming into force of the Act several regulations of the existing AoA of the Company required alteration or deletions in several articles. Given this position, it is considered expedient to wholly replace the existing AoA by a new set of Articles.

The new AoA to be substituted in place of existing AoA are based on Table “F” of the Act which sets out the model articles of association for a company limited by shares.

None of the Directors/key managerial personnel of the company/ their relatives are, in any way, are concern or interested, financially or otherwise, in the special Resolution set out at Item No.6 of the Notice. The Board commends the Special Resolution set out at Item No. 6 of the Notice for approval by the shareholders.

By Order of the Board

Bhilwara, May 29, 2014

**SUBHASH NUWAL
MANAGING DIRECTOR**



DIRECTORS' REPORT

**To,
The Members,**

Your Directors are pleased to present the 21st Annual Report and Companies Audited Accounts for the year ended 31st March, 2014.

The bird eye views of the summarized financial results are depicted below:-

FINANCIAL RESULTS:

Particulars	(Rs. in lacs)	
	Financial Year 2014	Financial Year 2013
Total Revenue (including other Income)	5192.87	4327.24
Profit before Depreciation, Interest & Tax (EBITD)	553.93	481.57
Less :- Depreciation	253.81	229.06
Less : - Finance Cost	165.79	163.54
- Provision for Taxation	26.86	16.95
- Provision for Deferred tax liability	14.96	13.53
Net surplus after tax	92.51	58.49

During the year under review, your company has achieved total revenue of Rs. 5192.87 Lacs as against Rs. 4327.24 Lacs of the previous year, a 20 % increase over the previous year. The company has archived a net profit of Rs 92.51 Lacs during the year as compared to net profit of Rs 58.49 Lacs for the previous year.

The Board continues to push for enhanced creation of fabric value through superior processing, governance and healthy business practice. The operation of the company was carried out satisfactorily during the year as reflected by above given financial results.

DIVIDEND

Taking into consideration the increased need of funds for working capital and to sustain future growth of company through more assets expansion, your Directors have decided to conserve the profit and do not recommend any dividend for the financial year ended on March 31, 2014.

PROJECT COMPLETION AND BUSINESS PERFORMANCE

Yours company, with the help of continuous expansion and modernization program with latest available technology and with all required infrastructure facilities to process Grey fabrics at optimistic level with specific properties addition through special treatment over fabrics, is having better edge over existing local competitors.



During the year under review company installed grey fabric inspection and batching machine to improve handling of fabric at initial stage and Batching devices installed on Stenter and Drying Range machine. The Inspection and Rolling machine are installed for final packing of fabric.

One Com-fin machine put into operation for mechanical finish of fabric to improve the quality of washing and dyeing and 7 Nos. of Fully Automatic PLC Controlled Hydraulic Jigger installed in place of Conventional Jigger and Jumbo Jiggers.

For Effluent Treatment Company enhance the capacity of R.O. plant by installing further three stage R.O. plant of a capacity of 700m³ per day equipped with latest technology.

Company started Power trading through Open access in IEX and achieving economy in power cost.

The Labour Shortage remained continuous phenomena as a result the production chain was not smooth which has affected the production capacity. Under the prevailing economic scenario, profit performance considered to be satisfactory in spite of increase in the prices of Dyes & Chemicals, Power, Coal & Diesel, and Store & Spares etc. as compare to marginal increase in fabric processing rates.

The job processing industry in the region is witnessing the continuously increasing competition, still the company has achieved processing of 371.73 lacs mtrs. on job basis and having Fabrics Manufacturing for export, and wind power turnover of Rs 5169.87 lacs, a rise of 19.73% over the previous year. The company's Turnover of fabric Export is Rs.229.43 lacs. (Prev. year Rs. 151.49 Lacs). The Profit after Tax is higher at Rs. 92.51 lacs, an increase of 58.16 % as compared to the previous year, even when there is a higher depreciation and finance cost. The cash accrual is of Rs 361.28 Lacs during the years as compared to previous year of Rs 301.08 Lacs.

FUTURE ACTION PLAN OF NEW ACTIVITY

The company has planed to install world class technology machineries for processing of Cotton and cotton blended Suitings and Shirting fabrics.

Company has started its fabric division for domestic marketing of cotton/synthetic blended fabrics for suiting and shirting under "SONA" Brand beside export.

DIRECTORS

In accordance to the Provisions of section 152 (6) the Companies Act, 2013 and Relevant Article of the Article of Association of Company, Shri Shanti Lal Rathi and Shri Shiv K. Rathi, Directors of the company, will retire by rotation and being eligible, offer themselves for re – appointment at the ensuing Annual General Meeting. Board of Directors seeks your approval to the terms of their re – appointment.

Brief details of the Directors seeking re – appointment, their expertise etc. is given in the notice to the ensuing Annual General Meeting.



Shri Shailesh Mishra has been appointed as an additional director, designated Independent Director on 22nd May, 2014, as per provision of section 149(6) & 161 of Companies Act, 2013. Board of Directors seeks your approval for the terms of Five year of his appointment.

Shri Manish Inani is being functioning as director of small shareholders since last five years thus company is compiling with provision of section 151 of Companies Act, 2013.

Shri Ganpat Singh Chouhan, who has resigned as Independent Director of the Company effective from 18.02.2014. The Board placed on record appreciation for the distinguished services rendered by Shri Ganpat Singh Chouhan during his tenure with the company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to requirement under Section 217(2AA) of the Companies Act, 1956, the Director's to the best of their knowledge and belief confirm that :-

- In preparation of the annual accounts, the applicable accounting standards had been followed along with the proper explanations relating to material departures, if any.
- Appropriate accounting policies has been selected and applied consistently and made such judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of the affairs of the Company as at 31st March, 2014 and of the profit of the Company for the year ended on that date;
- Proper and sufficient care have taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting the fraud and other irregularities;
- Proper systems are in place to assure compliance of all laws applicable to the company;
- The Directors have prepared the annual accounts of the Company on a 'going concern' basis.

CORPORATE GOVERNANCE

The Company is committed to maintain the highest standards of Corporate Governance.

A report on Corporate Governance as stipulated under clause 49 of the Listing Agreement entered with the Stock Exchanges forms the part of the Annual Report. Requisite certificate from the auditors of the company confirming compliance with the conditions of corporate as stipulated under clause 49, is forming the part of this report.

MANAGEMENT DISCUSSION AND ANALYSIS

A Report on the Management discussion and analysis is presented in a separate section forming part of Annual Report.



AUDITORS

M/s S. Dad & Co., Chartered Accountants, Bhilwara, the Company Statutory Auditors, retires at the conclusion of the forthcoming Annual General Meeting and is eligible for re – appointment.

The Board, on the recommendation of the Audit Committee, has proposed that M/s S. Dad & Co., Chartered Accountants, Bhilwara be re-appointed as the Statutory Auditors of the Company and to hold office till the conclusion of the next Annual General Meeting of the Company. M/s S. Dad & Co, Chartered Accountants, have forwarded their certificate to the Company, stating that their re-appointment, if made, will be within the limit specified in that behalf in Section 143(3) (g) of the Companies Act, 2013.

The notes on financial statements referred to in the Auditor’s Report has being clarified in the relevant notes forming part of the accounts which are self explanatory and do not call for any further comments.

COST AUDIT

The company has appointed M/S Avnesh Jain & Co., Jaipur as the Cost Auditors to conduct the Cost Audit for the financial year 2014 – 15. The Cost Audit Reports for the financial year 2012-13 was filed by the Cost Auditors on 26th September, 2013.

SECRETARIAL AUDIT REPORT

As a measure of good corporate governance practice, the Board of Directors of the Company appointed Shri Lokesh Sharma, Practicing Company Secretary, to conduct the Secretarial Audit.

PARTICULARS OF EMPLOYEES

Information pursuant to Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Amendment Rules, 2011 is not applicable as none of employees is drawing salary up to and exceeding the limit specified in the said section during the year or part of the year.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

Report required to be made pursuant to Section 217(1)(e) of Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are separately disclosed and forming part of the Directors’ Report.

CREDIT RATING

ICRA Ltd. has revised/credit rating as [ICRA]BB+(pronounced as ICRA double B plus) from [ICRA] BB (pronounced as ICRA double B). **ICRA]BB** Instruments with this rating are considered to have moderate risk of default regarding timely servicing of financial obligations.



ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for the assistance and co-operation received from Government authorities, stakeholders, banks, vendors, customers and members during the year under review. Directors also wish to thank all the employees for their contribution commitment, support and co - operation to the company's progress.

BY ORDER OF THE BOARD

Bhilwara, May 29, 2014

SUBHASH NUWAL
MANAGING DIRECTOR

NARESH GATTANI
EXECUTIVE DIRECTOR

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING & OUTGO

Information under section 217 (1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, and forming part of the Directors' Report for the year ending 31st March 2014.

(A) CONSERVATION OF ENERGY

Particulars required under the Companies [Discloser of particulars in the Report of the Board of Directors] Rules, 1988.

A. Conservation of Energy :

The Company continues its Endeavour to improve energy conservation and utilization by.

- (a) Replacement of old motors in soft winding.
- (b) Conversion of Boiler from coal to petcoke.
- (c) Regular testing and maintenance of boiler feed pumps, ID pumps, reduced the energy consumption.
- (d) The Company has been using latest technologies, which reduces energy consumption and water requirements for the Fabric processing in the most optional manner.
- (e) Company is a designated consumer under the PAT scheme of Bureau of Energy Efficiency (A statutory Body under Ministry of Power, Government of India) and regularly working and monitoring to improve the specific energy consumption per Kg. of production.



B. Technology Absorption, Research & Development (R&D) :

1. Specific areas in which R & D is being carried out by the Company:

(a) Development of new and innovative fabric processing ways to expand market.

(b) All aspects of processing chain to reduce the cost of materials, to effect import substitution, process simplification and beam time reduction with Quality improvements.

(c) Company has taken several measures to strengthen and develop and well equipped in – house R & D mechanism at the manufacturing and testing laboratory level.

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

Development of good quality, cost effective consumer preferred processing, by continuous improvement in our manufacturing processes, reduction in cost of raw and packaging materials, reduction in beam cycle time.

3. Future plan of action:

The company continues to focus on developing new, innovative and high quality processing to meet the ever changing consumer needs and drive growth with reduction in costs for growth.

	F. Y. 2013 -14	F.Y. 2012 – 13
I. POWER & FUEL		
1. Electricity		
(a) Purchase Unit	5927992	6004256
Total Cost (Rs.)	35918803	35266703
Rate / Unit (Rs.)	6.06	5.87
(b) Own Generation		
Through Diesel Generator unit	48935	133331
Unit / Ltr. Of Diesel	3.23	3.27
Cost / Unit	14.12	11.69
2. Coal & Petcock used for generation of steam in Boiler and to heat thermic fluid oil in thermopac.		
- Quantity (in tones)	7946	10260
- Total Cost	67774889	63885041
- Average rate / M.T.	8529	6227
II. Consumption per unit of production:		
(Products: Synthetics Fabrics)		
Electricity per meter of fabrics in unit		
Fuel per meter of fabrics / kg	0.160	0.175
	0.214	0.292



III. TECHNOLOGY ABSORPTION

1. Efforts, in brief, made towards technology absorption and innovation:

The technology centers involved in simplification of fabric processing cycle exploring avenue to reduce cost of materials and steam cost.

2. Benefits derived as a result of the above effects:

Market expansion by increases in market size. Benefits to customers through Quality improvement and the reduction in cost of the processing.

IV. RESEARCH & DEVELOPMENTS

Considering the absolute necessity in the long run to process customers' fabrics with global marketability, your company has modernized the processing plant on continuous basis.

The Laboratory and R&D Cell managed by a team of qualified personnel with good experience involved in developing suitable recipes, shades with different fabric range in the present line of activity of your company.

	(Rs. in Lacs)	
	F. Y. 2013 - 14	F.Y. 2012 - 13
V. FOREIGN EXCHANGE EARNING	107.85	138.25
VI. FOREIGN EXCHANGE OUTGO	37.74	25.02



REPORT ON CORPORATE GOVERNANCE

Good Governance ensures adoption of best business practices, and accountability of the people in-charge of the company's operations. Your Directors are committed to good Governance practices and the company has been sharing all important information about its various business segments and operations of the company through Directors report, Quarterly Results, and Annual Reports. Further as required by the listing agreement, report on Corporate Governance is given below:-

1. BOARD OF DIRECTORS

(a) As at 31st March, 2014 the Board comprised of 11 Directors.

Composition and Categories of Board of Directors:

Name of the Director (DATE OF APPOINTMENT/DIN)	Category	No. of other Director Ships	No. of Chairmanship/ Membership of other Board Committees	No. of Board Meetings	Attendance at last AGM of the Company
Shri R.R.P. Nuwal* (07/05/1993 / DIN-00104151)	Non Executive Chairman	2	1	8	Yes
Shri Subhash Nuwal * (15/10/2012 / DIN-00104154)	Managing Director	8	3	8	Yes
Shri Naresh Kumar Gattani ** (16/12/1994 / DIN-00125231)	Executive Director	10	4	8	Yes
Shri Shanti Lal Rath*** (07/05/1993 / DIN-00170996)	Director	3	4	8	Yes
Shri Shiv K Rath*** (07/05/1993 / DIN-00171065)	Director	2	3	8	Yes
Shri Harshil Nuwal * (29/01/2011 / DIN-01474313)	Director	10	2	8	Yes
Smt. Prem Devi Gattani** (16/12/1994 / DIN-00125083)	Director	3	0	8	Yes
Smt. Ranjana Gattani** (02/12/2002 / DIN-00125150)	Director	8	3	8	Yes
Shri Hanuman Kumat (28/03/2003 / DIN-00172629)	Independent Non - Executive Director	2	1	8	Yes
Shri Sanjay Kumar Jain (28/12/2005 / DIN-00124999)	Independent Non - Executive Director	1	1	8	Yes
Shri Manish Inani (28/12/2005 / DIN-00184632)	Independent Non - Executive Director	0	1	8	Yes
Shri Ganpat Singh Chouhan@ (28/12/2005 / DIN-00198108)	Independent Non - Executive Director	0	1	7	Yes

@ Resigned on 18th Feb, 2014.

*Shri Ram Rich Pal Nuwal, Chairman and Shri Subhash Nuwal, Managing Director and Shri Harshil Nuwal, Director of the Company are relatives.



**Shri Naresh Kumar Gattani, Executive Director, and Smt. Prem Devi Gattani, Director, and Smt. Ranjana Gattani, Director of the Company are relatives.

***Shri Shanti Lal Rathi, Director and Shri Shiv K. Rathi, Director of the Company are relatives.

BOARD INDEPENDENCE:

The Non-Executive Independent Directors fulfill the conditions of independence specified in Section 149 of the Companies Act, 2013 and Rules made there under and meet with requirement of Clause 49 of the Listing Agreement entered into with the Stock Exchanges.

DETAIL OF BOARD MEETINGS HELD:

During the Financial Year ended 31st March, 2014, Eight (8) Board Meetings were held, whose details are given as:-

Sr. No.	Date of Board Meeting	Board's Strength	No. of Directors Present
1	01.05.2013	12	12
2	30.05.2013	12	12
3.	29.07.2013	12	12
4	26.08.2013	12	12
5	30.10.2013	12	12
6	01.01.2014	12	12
7	30.01.2014	12	12
8	19.02.2014	11	11

Committees of the Board

The Board of Directors has constituted Committees of the Board.

i) Management Committee

To look after the financial, expansion, modernization & new research and development matters specified and/delegated appropriately chaired by Shri Naresh Kumar Gattani by Board from time to time.

Members	Category	Meeting held	Meeting attended
Shri Naresh Gattani	Executive Director	2	2
Shri Subhash Nuwal	Managing Director	2	2
Shri Shanti Lal Rathi	Director	2	2
Shri Shiv K. Rathi	Director	2	2
Smt. Ranjana Gattani	Director	2	2



II) Finance & Banking Committee

To look into various matters, inter-alia, to approve opening and operation of Bank Accounts, execution of Power of Attorneys, to authorize officers of the Company in the matter of Availment of secured and unsecured loans, to approve signing of agreements with the regulatory authorities and to authorize officers of the Company for performing acts required under various laws chaired by Shri Subhash Nuwal by Board from time to time.

Members	Category	Meeting held	Meeting attended
Shri Subhash Nuwal	Managing Director	3	3
Shri Naresh Gattani	Executive Director	3	3
Shri Shanti Lal Rathi	Director	3	3
Shri Shiv K. Rathi	Director	3	3
Shri Harshil Nuwal	Director	3	3

III) Audit Committee

The Company has an independent audit Committee. The composition, procedure, role/function of the committee complies with the requirements of the Companies Act, 1956 as well as those of the listing agreement chaired by Shri Hanuman Kumat from time to time. The brief terms of reference of the Audit Committee includes the following:

1. Management discussion and analysis of financial condition and results of operations;
2. Statement of significant related party transactions submitted by the management;
3. Management letters/letters of internal control weaknesses, if any, issued by the Statutory Auditors;
4. Internal audit reports relating to internal control weaknesses, if any, and implementation of action points arising there from; and the appointment, removal and terms of remuneration of the internal Auditor;
5. Quarterly and annual financial statements; and
6. Risk assessment and minimization procedures

Members	Category	Meeting held	Meeting attended
Shri Hanuman Kumat	Independent Director	4	4
Shri Sanjay Kumar Jain	Independent Director	4	4
Shri Manish Inani	Independent Director	4	4
Shri Shiv K. Rathi	Independent Director	4	4
Shri Shanti Lal Rathi	Director	4	4
Shri Ganpat Singh Chouhan@	Independent Director	4	4

@ Resigned on 18th Feb. 2014.



Shareholders' Grievance, Allotment, and Transfer Committee

To look into and redress shareholder's and investors' complaints such as transfer of shares, non – receipts of shares, nomination, non – receipts of dividends, issue of duplicate shares etc.

Members	Category	Meeting held	Meeting attended
Shri Naresh Gattani	Executive Director	2	2
Smt. Ranjana Gattani	Director	2	2
Shri Harshil Nuwal	Director	2	2

IV. Remuneration and Nomination Committee

To recommend to the Board, remuneration payable to whole time Directors, and to decide the amount of salary, & perquisites to be paid to the Managing Director and Executive Directors within the overall ceiling fixed by the Companies Act, 1956.

Members	Category	Meeting held	Meeting attended
Shri R R P Nuwal	Chairman	2	2
Shri Shanti Lal Rathi	Director	2	2
Smt. Ranjana Gattani	Director	2	2

Name and designation of Compliance Officer (Contact Person)

The Board of directors of the company has appointed Shri Mahaveer Prasad Saraswat, Company Secretary as compliance officer of the Company, under the Securities and Exchange Board of India (SEBI) notifications.

Compliance Officer : Shri Mahaveer Prasad Saraswat
 Address : 36, Shriram Pura Colony, Opp. CM House Civil Lines, Jaipur
 Phone No. : 01482 – 249040 to 43.
 Fax no. : 01482 – 249044.
 E-mail : sonaprocess@gmail.com

Pursuant to new Clause 47(f) of the Listing Agreement the Company's e-mail ID for grievance redressal purpose is sonaprocess@gmail.com where complaints can be lodged by the investors.

1. Means of Communication

The Company timely informs its investor and statutory authorities of all the price sensitivity and critical information's. Quarterly Results are sent to the Stock Exchanges on regular and timely



basis and also published on Newspaper as well as regional language i.e. Hindi Newspaper of the state where the Company is registered. All the key information provided to the Stock Exchanges are regularly published in the newspapers.

2. Details of last three Annual General Meetings:

Year	Location	Date	Time
2013	12 th KM Stone, Chittorgarh Road, Guwardi, Bhilwara 311 025 (Raj.)	20.07.2013	10.00 A.M.
2012	12 th KM Stone, Chittorgarh Road, Guwardi, Bhilwara 311 025 (Raj.)	28.06.2012	10.00 A.M.
2011	12 th KM Stone, Chittorgarh Road, Guwardi, Bhilwara 311 025 (Raj.)	02.07.2011	10.00 A.M.

3. Disclosures

(A) Related Party Transactions:

During the year under review, there were no transactions of a material nature with the directors or the management or relatives of the directors that could have potential conflict with the interests of the Company. All the details of the transactions entered by the Company with related parties are given in the related party transaction section of the Balance Sheet. The Register of Contracts containing the transactions in which Directors are interested is placed before the Board regularly.

(B) Accounting Treatment

During the year under review, the Company has, while preparing the Financial Statement followed the Accounting Standard so as to give true and fair view of the profits of the company.

(C) Compliance by the Company

During the year, the Company has complied with all the provisions of the Listing Agreement including Clause 49, SEBI notification and other matters related to Capital Market and there is no instance of non – compliance by the Company.

(D) Whistle blower policy

Company has put in place an uncodified system, which welcome suggestions from the employees and employees at all levels have access to the Audit Committee members, internal welfare committees and the Senior Management of the Company to report any kind of irregularity in the Company's functioning or any unethical behaviour or any kind of harassment or unequal treatment given to them. Company has always believed in conducting its affaires in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethics.



(E) Code of Conduct

The Board of directors has adopted a Model Code of Conduct for its Directors and senior management /functional heads as required under Clause 49 of Listing Agreement. The Company has received affirmation from all the Board members and senior management personnel as to compliance of the Code of Conduct. A declaration to this effect signed by Managing Director is annexed and forms part of this Report.

(F) Risk Management

The Company has laid down procedures to inform Board members about the risk assessment and minimization procedures, which are periodically reviewed.

4. Additional Information for Shareholders

1. Annual General Meeting:

Date	19 th July 2014
Time	10.00 A.M.
Venue	2, Sangam Towers, Near Old RTO Road Gandhi Nagar, Pur Road, Bhilwara – 311001.
Book Closure Date	From 30 th June 2014 to 19 th July 2014 (both days inclusive.)

Financial Calendar

Sona Processors (India) Ltd follows the financial year April to March. The Unaudited Financial Results for the first three quarters and the Audited Financial Results for the year ended March 31, 2014 were taken on record and approved by the Board in its meetings held on following dates:

Quarter Ended :	Date of Board Meetings
June 2013	29.07.2013
September 2013	30.10.2013
December 2013	30.01.2014
Year ended	
March 31, 2014	29.05.2014

2. Registrars and Share Transfer Agent (Physical Segments only)

The company has no Registrar or Share Transfer Agent and it is being performed in house.

3. Investors Correspondence

Shareholders / Beneficial Owners are requested to quote their Folio No. in all correspondence with the Company.

All Correspondence regarding physical shares should be addressed to the Share Department of the Company at its Registered Office at Sona Processors (India) Limited, 2, Sangam Towers, Near Old RTO, Gandhi Nagar, Pur Road, Bhilwara 311 001 (Raj.) Phone + 91 1482 – 246530, Fax + 91 1482 249044, E-Mail: sonaprocess@gmail.com



4. Listing on Stock Exchanges

Stock Exchange	Code
Jaipur Stock Exchange Limited	998
Delhi Stock Exchange Limited	9343/NR

5. Shareholding Pattern of the Company as on 31st March, 2014

Category	No. of shares held	% age of shareholding
A.PROMOTOR'S HOLDING		
a. NRI Promoters (Including OCBs)	0	0
b. Indian promoters, relatives and associates	3855900	76.33
Sub Total	3855900	76.33
B.NON-PROMOTERS HOLDING		
Institutional Investors:-		
a. Banks & Financial Institutions	NIL	NIL
Sub Total	NIL	NIL
Others:		
a. Corporate Bodies	517700	10.25
b. Indian Public	677800	13.42
Sub Total	1195500	23.67
GRAND TOTAL	5051400	100.00

6. Distribution of Shareholding as on March 31, 2014

Range	Shareholders		Shares	
	No. of shares	Number	% to total holders	Number
Up-to - 500	834	92.06	416600	8.25
501 - 1000	26	2.87	22600	0.45
1001 - 2000	8	0.88	12800	0.25
2001 - 4000	2	0.22	7010	0.14
4001 - 5000	2	0.22	10000	0.20
5001 - 10000	8	0.88	68200	1.35
10001 - and above	26	2.87	4514190	89.36
Total	906	100	5051400	100

7. Share Transfer System

Share transfers in physical form are registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respects. Officers of the Company have been authorized to approve transfers up to 1000 shares in physical form under one transfer deed. One Director jointly with two Officers has been authorized to approve the transfers exceeding 1000 shares under one transfer deed. The Company obtains half-yearly



certificate of compliance from a Company Secretary in Practice as required under Clause 47(c) of the Listing Agreement with the Stock Exchanges.

5. Market Price Data (Rs.)

During the year no transaction has been reported through above named Stock Exchanges and accordingly the high and low prices of the shares are not known.

6. Plant Location of the Company

12th K.M. Stone, Chittorgarh Road, Village - Guwardi, Bhilwara 311 025,
Tel. 91 - 1482 - 249040 to 249043, Fax 91-1482 - 249044

7. Unclaimed Dividends:

Pursuant to Section 205(A) of the Companies Act, 1956 there was no unclaimed dividend as the company has not declared any dividend since inception.

8. Bank Details:

Share Holders holding shares in physical form are requested to notify / send the following information about any change to the company to facilitate better services:

- a) Any change in their address / bank details
- b) Particulars of their Bank account.

9. Nomination Facility:

The companies Act, 1956 provides facility for making nominations by shareholders in respect of their holdings of shares and several shareholders have opted to avail of such facility. However, a large number of shareholders are yet to make nominations in respect of their holdings in physical form. Such nomination generally facilitates transmission of shares from the deceased shareholder to his/her nominee without having to go through the time consuming and cumbersome process of obtaining Succession Certificate/Probate of the Will. It would, therefore, be in the best interest of the shareholders holding shares in physical form as sole registered holders to make such nominations without any delay.

Share holders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the company, as permitted under Section 109A of the Companies Act, 1956 are requested to submit to the Company the prescribed Form 2B for this purpose.



MANAGEMENT DISCUSSION AND ANALYSIS

We have pleasure in submitting the Management Discussion & Analysis Report on the Company's businesses. We have attempted to include discussions on all specified matters to the extent relevant, or within such limits that in our opinion are imposed by the company's own competitive position. The Company ended the year under review with satisfactory financial performance as a whole, despite sharp increased pressures arising due to inflation.

We believe that our both business are backed up by necessary skills and expertise; our core competency can be seen in the fabric process. Our financial performance is generally representative of competitiveness in our core operations and quality of products and services.

Your company has performed satisfactorily by recording increase in turnover during the year under review. The profits after tax & cash accrual are higher as compared to previous year.

1. COMPANY AND ITS BUSINESS STRUCTURE

Your company is mainly engaged in processing of fabrics on job basis received from its customers, Fabric manufactured on job basis for export & a wind power generation plant at Jaiselmer for captive consumption. At processing stage, various properties/qualities are developed which make the grey fabrics in its usable/acceptable form. Our performance of production is mainly depends upon prevailing demand – supply ratio of Textile Commodities in Indian as well as in International markets.

Our operations are focused in our segment of core competence viz. Fabric processing & Wind Power Generation. All operating stages are kept self-sufficient managerially to perform their own duties and functions, with support provided at a corporate level as and when required. Data on capacities, volumes and turnover are contained in the Notes to the Accounts and a Summary is given below:-

Particulars	FY 2013 - 2014		FY 2012 - 2013	
	Production (In Lacs)	Turn Over (Rs. in lacs)	Production (In Lacs)	Turn Over (Rs. in lacs)
Fabric Processing	368.98 Mtrs.	4925.19	352.68 Mtrs	4156.45
Own Fabric Sale (Export)	2.75 Mtrs.	229.43	1.67 Mtrs	151.49
Wind Power Generation	3.05 Units	15.25	2.09 Units	10.01

We firmly recognize that total customer satisfaction is the key to our success. Our aim is to build sound customer relationship through creation of value for them, and in process to earn an equitable return for ourselves. Quality is built into products through appropriate manufacturing technology and working methods. Manufacturing at all unit is carried out by suitably qualified personnel under strict quality standards. Continuous product development for specific applications has helped us in proactively developing technical solutions with clearly apparent customer benefits.



2. BUSINESS OUTLOOK

The seasonal, Sluggish textile market which has affected the production of grey fabrics, is the main constitute of our job processing activity. In stiff competition company has to bear the increased cost of raw material, labour, power, coal and fuel and is able to pass marginal burden to the customers looking to the markets scenario and competitors.

Being equipped with modern machineries, processing of fabrics is of high quality and standard and enjoying goodwill in the market. The medium and long-term outlook for processing business seems good. The trust reposed by the weavers and initiative taken by the management resulted in retaining our position in the market. Quality awareness, Pollution Control measures besides recycling of treated water is seen as driver for sustaining the production activity in water scarcity environment.

3. RISK & CONCERNS

Your Company has a comprehensive risk management system, which inter alias provides for risk identification, assessment, and reporting and mitigation procedure. The risk management framework actively supports the Board in its strategic decision making.

During the year, the Audit Committee reviewed the risk management framework of the Company; the key risk associated was satisfied with the measures taken to mitigate the same.

An analysis of the company's key business risks and mitigation plans are as follows:

(A.) HUMAN RESOURCE RISK

The company's ability to deliver value is shaped by its ability to attract, train, motivate, empower, and retain the best professional talent. These abilities have to be developed across the Company's rapidly expanding operations. The Company continuously benchmarks HR policies and practices with the best in the industry and carries out the necessary improvements to attract and retain the best talent.

(B.) FOREIGN EXCHANGE RISK

The Company's policy is to hedge long-term foreign exchange risk as well as short-term exposures within the defined parameters. Your Company suitably hedges the differential short-term exposure between export and import to appropriately manage the currency risk.

(C.) COMPETITOR RISK

The market is highly competitive with no fiscal barriers and entry of new players. To address this risk, your Company deploys multi-pronged plans for continuous improvements in the area of cost, quality, and customer services.

(D.) COMPLIANCE RISK

Growth in business coupled with increasing regulatory enactments has also brought in additional compliance requirements. Your Company monitors and reviews changes in the regulatory framework on a regular basis and ensures compliance with all applicable laws.



4. INTERNAL CONTROL SYSTEM

The Company has set up internal control procedures commensurate with its size and nature of the business. These business procedures ensure optimum use and protection of the resources and compliance with the policies, procedures and statutes. The internal control system provide for well defined policies, guidelines and authorizations and approval procedures. The prime objective of such audits is to test the adequacy and effectiveness of the internal controls laid down by the management and to suggest improvements.

5. FINANCIAL PERFORMANCE

The Gross revenue of the Company during the year is Rs. 5192.87 lacs as against previous year revenue of Rs. 4327.24 lacs. The financial performance, which has been highlighted in the Directors' Report, needs to be viewed in the contest of timely initiatives taken by the management under prevailing critical market condition.

6. ENVIRONMENT & SAFETY

Occupational Safety and Environment Management continues to be an important area for your company and received focus attention throughout the year.

Social and environmental practices, far beyond compliance, have been an integral part of our Company's philosophy since its inception. These investments were undertaken with an innate sense of responsibility towards the well-being of society and the environment. In recent years, to cement these relationships, our initiatives have become more structured and have been seamlessly integrated in our business process. Our key focus areas included – Waste Management, Energy Management, Water Conservation, Afforestation and reduction in Emissions. Your company plant in Textile Business has ISO 9001 – 2008 certification.

The Effluent Treatment plants at Company's location at Bhilwara, is continuously upgraded. Recycling the treated effluent and using the treated water in process applications is an integral part of operation.

Company has installed a three stage R.O. Plant for further treatment of water to reduce the fresh water intake. It also helps in maintaining Zero discharge status.

We are using more than 85 % recycled treated effluents water in fabric processing and other activity and remaining treated water is used for gardening and plantation. By this way, we continue fulfilling all the conditions as laid down by the Rajasthan State Pollution Control Board.

Our policy requires conduct of activities in such a way as to take foremost account of health and safety of all concerned, besides conservation of natural resources and protection of the environment to the extent possible. In order to achieve the said object, we have upgraded our existing ETP further by using latest technologies. The company's ongoing programs for continuous reduction of the environmental impact of operations have further reduced the environmental load of key parameters. These continue to remain well below the statutory requirements.



The company is sending the hazardous waste (ETP Dry Sludge) to M/s Aditya Cement, Chittorgarh, Shree Cement Limited, Beawer & Rajasthan Waste Management Project, Udaipur where they are using it as a fuel in their Cline. Moreover, the company has become member of Hazardous Waste Disposal Facility of Udaipur Chamber of Commerce and Industry, Udaipur (Raj.) for disposing its ETP Sludge.

The Company is using good quality of Dyes & Chemicals to control the involved water pollution & Petro – cock for Air Pollution.

The only acceptable standard of safety performance for our company envision is “zero accidents”. Our company is on a unique safety journey with an intensive focus on behavioral aspects of safety, along with continual improvements in engineering controls and safety management system.

Your Company continues to show its commitment for sustainable use of natural and non – renewal resources and for improvement in all aspects of the environment. Company pays special emphasis for plantation and preservation of trees. It ensures that state of art technology along with consistent efforts reduce waste and emissions.

Company has constructed toilet blocks in Govt. school situated at Village – Guwardi and Mandapiya of Bhilwara district under the Rajasthan Government social welfare scheme.

Your Board, Management and all colleagues are committed to living in harmony with nature.

7. INDUSTRIAL RELATIONS

Industrial Relation remained cordial through out the year. The Human Resources strategy of the company has been focusing increasingly on the following aspects;

- Improvement in management of shop floor
- Improving competitiveness
- Driving a performance oriented culture
- Training and retraining for multi-skills.

8. CONCLUSION

Leadership position and cost competitiveness in the field of fabric manufacturing, Fabric Processing & Wind Power activity will be strengthened on an ongoing basis. Modernization will provide additional volumes leading to rapid growth and help further consolidate your Company’s leadership.

CAUTIONARY STATEMENT

Statement in the Management Discussion and Analysis describing the Company’s objectives, projections, estimates, expectations or predictions may be “forward looking statements” within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could influence the Company’s operations include economic & Political developments within the country, demand and supply conditions, in the industry, input prices, changes in government regulations, tax laws and other factors such as litigation and industrial relations.



ANNEXURE TO REPORT ON CORPORATE GOVERNANCE

CEO'S CERTIFICATION AS TO COMPLIANCE WITH CODE OF CONDUCT

(IN PURSUANCE TO CLAUSE 49(1) (D) OF THE LISTING AGREEMENT)

The Company had adopted a model Code of Conduct that has been made effective from January 1, 2006. The said Code of Conduct is applicable and binding on the Directors and Senior Management Personnel Heads of the Company. During the year under review, all the Directors and Senior Management Personnel of the Company have affirmed as to compliance with the said Code. Further, no instance of non-compliance with any part of the Code of Conduct has been reported by any of its Directors or Senior Management Personnel. The Code of Conduct of the Company for the year ended 31st March, 2014, is as envisaged in Clause 49 of the Listing Agreement with Stock Exchanges.

For and on behalf of Board of Directors

Bhilwara, May 29, 2014

SUBHASH NUWAL
MANAGING DIRECTOR & C. E. O.

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

ON COMPLIANCE WITH CLAUSE 49 OF THE LISTING AGREEMENT

We have examined the compliance of conditions of Corporate Governance by M/s Sona Processors (India) Limited ("the Company") for the year ended March 31, 2014 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchange in India.

The compliance of condition of Corporate Governance is the responsibility of the company's Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit for 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 complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We have been explained that no investor grievances are pending for a period exceeding one month as at 31st March, 2014 against the Company.

We further state 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 S. Dad & Co.
Chartered Accountants
Firm Regn. No. - 007534C

Bhilwara, May 29, 2014

SANJAY DAD
Partner
Membership No. 076334



CEO AND CFO CERTIFICATION

To,

THE BOARD OF DIRECTORS,

SONA PROCESSORS (INDIA) LTD.

We, Subhash Nuwal, Managing Director and Siddharth Kumar Soni, Chief Financial Officer of Sona Processors (India) Limited, to the best of our knowledge and belief, do hereby certify to the Board that:

- (1) We have reviewed the Balance Sheet and Profit and Loss account (Standalone) including financial statements and all the schedules and notes on accounts, as well as the Cash Flow Statements and the Directors report.
- (2) Based on our knowledge and information, these statements do not contain any untrue statement or omit to state any material fact or contain statements that might be misleading.
- (3) Based on our knowledge and information, these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (4) To the best of our knowledge and belief, there are no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct and ethics.
- (5) We accept the responsibility for establishing and maintaining internal controls and procedures for financial reporting and that we have evaluated the effectiveness of internal control system of the company pertaining to financial reporting.
- (6) We have disclosed, based on our recent evaluation, wherever applicable, to the Company's auditors and the audit committee of the Company's, Board of Directors and person performing the equivalent functions;
 - (i) There were no deficiencies in the design or operations of the internal control, that could adversely affect the company's ability to record, process, summarize and report financial data and there have been no material weakness in the internal control.
 - (ii) There were no significant changes in the internal controls during the year covered by this report.
 - (iii) All significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements.
 - (iv) There were no instances of fraud of which we are aware, that involve the Management or other employees who have a significant role in the Company's internal control system.
- (7) We further declare that all the Directors and Senior Management Personnel / Functional Heads of the Company have affirmed compliance with the Code of conduct and ethics.

Bhilwara, May 29, 2014

SUBHASH NUWAL
MANAGING DIRECTOR & C.E.O.

SIDDHARTH KUMAR SONI
CHIEF FINANCIAL OFFICER



INDEPENDENT AUDITORS' REPORT

To The Members of
Sona Processors (India) Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Sona Processors (India) Limited ("the Company"), which comprise the balance sheet as at 31st March, 2014, and the Statement of Profit and Loss and the Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's 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 notified under of the Companies Act, 1956 ("the Act,") read with general Circular 13th September, 2013 of Ministry of Corporate Affairs in respect of Section 133 of Companies Act, 2013. 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.

AUDITOR'S RESPONSIBILITY

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 but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that our audit provides a reasonable basis for our opinion.



OPINION

In our opinion and to the best of our information and according to the explanations given to us, the financial statements read with notes 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 31st March, 2014;
- (b) In the case of the Statement of Profit and Loss, 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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 ("the order"), issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956, 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 Companies Act, 1956 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 purposes 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 the 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 the Cash Flow Statement dealt with by this report comply with the Accounting Standards notified under the Act, read with the general circular No. 15/2013 dated: 13th September, 2013 of Ministry of Corporate Affairs in respect of Section 133 of Companies Act, 2013.
 - e. On the basis of written representations received from the Directors as on 31st March, 2014, and taken on records by the Board of Directors, none of the directors is disqualified as on 31st March 2014, from being appointed as a director in terms of section (1) of Section 274 (1)(g) of the Companies Act, 1956.

For S. DAD & CO.
Chartered Accountants
(Firm Regn. No. 007534C)

Bhilwara, May 29, 2014

SANJAY DAD
Partner
Membership No. 076334



ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date

I. In respect of its Fixed Assets;

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
- b. As explained to us, All Fixed assets have been physically verified by the management in the phased manner, during the year which in our opinion, is reasonable, having regards to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c. In our opinion, the company has not been disposed off a substantial part of fixed assets during the year and the going concern status of company is not affected.

II. In respect of its Inventories:

As explained to us the Inventories have been physically verified by the management at reasonable intervals. In our opinion the frequency of verification is reasonable.

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.

The Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of Inventories as compared to the book records.

III. In respect of the loans, secured or unsecured, granted by the Company to one Companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956:

- (a) The Company has not granted any loans during the year.
- (b) The Company has taken Rs.90.00 lacs loan during the year from three parties, covered in the Register maintained under Section 301 of the Companies Act, 1956. In our opinion and according to the information and explanations given to us, the rate of interest, where ever applicable and other terms and conditions are not prima fascia prejudicial to the interest of the Company.
- (c) The principal amounts, are repayable on demand and there is no repayment schedule. The interest, where applicable, is payable on demand and therefore the question of overdue amounts does not arise.

IV. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regards to the purchase of inventories, fixed assets and for the sale of goods



and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in such internal control system.

- V. (a.) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered into the register have been so entered.
- (b.) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rs. 5,00,000 Lacs in respect of any party were made at prices which were reasonable having regard to the prevailing market prices at the relevant times.
- VI. The Company has not accepted any deposits from the public during the year. Hence the provisions of clause 4(vi) of the order are not applicable.
- VII. In our opinion, the company has an internal audit system commensurate with the size of the company and nature of its business.
- VIII. We have broadly reviewed the cost records maintained by the Company in respect of its Products pursuant to the rules made by the Central Government of India, the maintenance of Cost Records have been prescribed U/s 209(1)(d) of the companies Act, 1956 and are of the opinion that prima-facie, the prescribed accounts and records have been maintained. However We have not, made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- IX (a.) On the basis of examination of records of the Company, undisputed statutory dues including Provident fund, Employee's State Insurance, Investor Education and Protection Fund, Income Tax, wealth Tax, Service Tax, VAT, Custom Duty, Excise, Cess and any other material statutory dues have been generally regularly deposited with the appropriate authorities during the year.
- (b.) No undisputed amounts payable were outstanding at the year end, for a period of more than six months from the date they became payable.
- (c.) Details of dues of Income- Tax, Value Added Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, and Cess, to the extant applicable, which have not been deposited as on 31st March, 2014 on account of disputes and the forum where the dispute is pending are given below :

Name Of The Statute	Nature Of Dues	Amount (Rs.in lacs)	Forum Where Dispute is Pending	Related Period
Textile Committee Act 1963	Textile Cass	34.64	H'ble High Court of Mumbai	1999 To 2004
Entry of Goods into Local Areas Act.	Entry Tax	113.81	Hon' ble High Court of Raj.	2006-07, to 2012-13
Income Tax Act, 1961	Income Tax	1.35 0.78 12.89	DCIT Bhilwara, CIT (Appeal) Ajmer ----- do -----	2008 - 2009 2009 - 2010 2010- 2011
Central Excise Act, 1944	Excise Duty	105.15	H'ble High Court of Rajasthan	April to June 1999



- X. The Company has no accumulated losses as at the end of the year and it has not incurred cash losses during the current and in the immediately preceding financial year.
- XI. Based on our audit procedures and on the basis of information and explanations given to us, we are of the opinion that the company has not defaulted in the repayment of dues to any financial institution, or Bank, or debenture holders.
- XII. According to the information and explanations given to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities, accordingly paragraph 4 (xii) of the Order is not applicable.
- XIII. The Company is not a Chit Fund/ Nidhi / Mutual Benefit Fund / Society. Therefore the provisions of Paragraph 4 (xiii) of the Order are not applicable to the company.
- XIV. The Company has in our opinion maintained proper records and contract notes with respect to its investments and timely entries have been made therein. All investments at the close of the year are held in the name of the Company.
- XV. The Company has not given any guarantees for any loans to any party for banks and financial institutions accordingly paragraph 4 (xv) of the Order is not applicable.
- XVI. In our opinion and according to the information and explanation given to us, the term loans were applied for the purpose for which these were raised.
- XVII. According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- XVIII. The Company has not made any preferential allotment of shares during the year to parties or companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- XIX. The Company has not issued any debentures during the year.
- XX. The Company has not raised any money by way public issue during the year.
- XXI. In our opinion and according to our information and explanation given by the management, we report that no material fraud on or by the Company has been noticed or reported during the course of our audit.

For S. DAD & CO.
Chartered Accountants
(Firm Regn. No. 007534C)

SANJAY DAD
Partner
Membership No. 076334

Bhilwara, May 29, 2014



Balance Sheet as at 31st March, 2014		(Rs. in Lacs)	
Particulars	Notes	As at 31st March, 2014	As at 31st March, 2013
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	505.14	505.14
Reserves and Surplus	3	818.71	695.14
		1323.85	1200.28
Non-Current Liabilities			
Long-term borrowings	4	949.41	693.42
Deferred tax liabilities (Net)	5	152.79	137.83
Other Long term liabilities	6	197.50	171.03
Long term provisions	7	18.15	13.70
		1317.85	1015.98
Current Liabilities			
Short-term borrowings	8	581.31	582.96
Trade payables	9	286.08	230.99
Other current liabilities	10	243.75	222.29
		1111.14	1036.24
TOTAL		3752.84	3252.50
ASSETS			
Non-Current Assets			
<i>Fixed assets</i>			
Tangible assets	11	1782.97	1553.43
Capital work-in-progress	12	13.27	0.00
Long term loans and advances	13	73.98	61.49
		1870.22	1614.92
Current assets			
Current investments	14	0.00	1.00
Inventories	15	506.47	480.24
Trade receivables	16	930.58	797.08
Cash and cash equivalents	17	38.75	24.11
Short-term loans and advances	18	406.82	335.15
		1882.62	1637.58
TOTAL		3752.84	3252.50
Significant accounting policies.	1		
The accompanying notes are an integral part of the financial statements	26		
As per our report of even date For S. DAD & CO. Chartered Accountants (Firm Reg. No.-07534C) SANJAY DAD Partner M.No.076334 Place:-Bhilwara Date:- 29th May,2014		FOR AND ON BEHALF OF THE BOARD R. R. P. NUWAL Chairman SUBHASH NUWAL Managing Director NARESH GATTANI Executive Director SHANTI LAL RATHI Director SHIV K. RATHI Director SIDDARTH KUMAR SONI Chief Finance Officer MAHAVEER SARASWAT Company Secretary	



Statement of Profit and Loss for the year ended 31st March, 2014			
(Rs. in Lacs)			
Particulars	Notes	For the year ended 31st March, 2014	For the year ended 31st March, 2013
INCOME :			
Revenue from operations	19	5176.33	4319.83
Other Income	20	16.54	7.41
TOTAL		5192.87	4327.24
Operating Expenditure :			
Cost of raw materials consumed	21	2950.27	2291.77
Changes in inventories of finished goods & work-in-progress	22	-5.74	(-) 8.63
Employee benefits expense	23	464.48	455.93
Financial costs	24	165.79	163.54
Depreciation & amortisation expenses	11	253.81	229.06
Other expenses	25	1229.93	1101.60
TOTAL		5058.54	4233.27
Profit before exceptional and extraordinary items		134.33	93.97
Exceptional & Extraordinary Items		0.00	5.00
Profit before tax		134.33	88.97
Tax expenses			
Less : Current tax (MAT)		26.86	16.95
Less : Deferred tax Liabilities		14.96	13.53
Add : MAT credit entitlements		1.37	5.15
Profit after tax		93.88	63.64
Earning per equity share of Rs 10/- each Basic / Diluted (in Rs.)		2.13	1.43
Significant accounting policies.	1		
The accompanying notes are an integral part of the financial statements	26		
As per our Report of even date			
FOR S. DAD & CO.		FOR AND ON BEHALF OF THE BOARD	
Chartered Accountants (Firm Reg. No.-07534C)		R. R. P. NUWAL	Chairman
SANJAY DAD		SUBHASH NUWAL	Managing Director
Partner		NARESH GATTANI	Executive Director
M.No.076334		SHANTI LAL RATHI	Director
Place:-Bhilwara		SHIV K. RATHI	Director
Date:- 29th May 2014		SIDDARTH KUMAR SONI	Chief Finance Officer
		MAHAVEER SARASWAT	Company Secretary



CASH FLOW STATEMENT

	(Rs. In Lacs)	
	2013 -14	2012 -13
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Taxes & Extraordinary Items	134.33	93.97
Adjustment for: (Non Cash and Non operating items)		
Add : Depreciation	253.81	229.06
Add : Interest Paid	165.79	163.54
Add : MAT Credit entitlement	1.37	5.15
Less : Other Income	-12.01	- 6.89
Less : Profit on Sale of Fixed Assets	-4.53	- 0.53
Less : Provision for Gratuity & Leave encashment	4.45	- 0.66
Operating Profit before working capital change	543.21	483.65
Adjustment for:		
(Increase)/Decrease in Trade & other receivable	-133.50	- 2.47
(Increase)/Decrease in inventories	-26.22	4.71
Increase/(Decrease) in Trade Payables & other Current Liabilities	74.35	- 94.48
(Increase)/Decrease in Short term Loans & Advances	-71.67	- 103.73
Cash Generated from Operation before Extra-Ordinary items	386.17	287.68
Less : Extra – ordinary Expenses	0.00	- 5.00
Cash Generated from Operation before Tax	359.31	282.68
Less : Income Tax Paid	-26.86	- 16.95
Net Cash From Operating Activities (A)	361.01	265.73
B) CASH FLOW FROM INVESTING ACTIVITY		
Purchase of Fixed Assets	-507.24	- 284.42
Sale Consideration of Fixed Assets	15.16	12.15
Other Income	12.01	6.89
Capital subsidy received	29.69	0.00
Sale Consideration of Mutual Funds	1.00	0.00
Net Cash use in Investing Activity (B)	-449.38	- 265.38
C) CASH FLOW FROM FINANCING ACTIVITIES		
(Increase)/Decrease in Long term Borrowing	258.18	53.03
(Increase)/Decrease in Other Long term Borrowing	26.47	44.39
(Increase)/Decrease in Short term Borrowing	0.05	15.47
(Increase)/Decrease in Long term Loans & Borrowing	-14.19	- 7.11
Interest Paid	-165.79	- 163.54
Net cash used in Financing Activities (C)	104.72	- 57.76
Net change in Cash & Cash Equivalents (A+B+C)	14.65	- 57.41
Cash & Cash Equivalents – Opening Balance	24.11	81.52
Cash & Cash Equivalents – Closing Balance	38.75	24.11

For and on behalf of the Board

R. R. P. NUWAL	Chairman
SUBHASH NUWAL	Managing Director
NARESH GATTANI	Executive Director
SHANTI LAL RATHI	Director
SHIV K. RATHI	Director
SIDDARTH KUMAR SONI	Chief Financial Officer
MAHAER SARASWAT	Company Secretary

For S. DAD & CO.
Chartered Accountants
(Firm Regn. No. 007534C)

SANJAY DAD
Partner
Membership No. 076334
Bhilwara, May 29, 2014



GENERAL INFORMATION

Sona Processors (India) Limited (the “Company”) is engaged primarily in two business, Textile and Wind Power. The Company is a public limited company and its shares are listed on the Jaipur Stock Exchange Ltd. and Delhi stock Exchange Ltd. Company has taken steps to list its shares at Bombay Stock Exchange Ltd. in consultation with Hem Securities Limited.

NOTE - 1

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statement:

The Financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with accounting standards notified under the Section 211(3C) of the Companies Act, 1956 (“the 1956 Act”) (which continues to be applicable in respect of section 133 of the Companies Act, 2013 (“the 2013 Act”) in terms of General circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affaires). These Financial Statements have been prepared as a going concern under accrual basis in accordance with Companies Act, 1956. Accounting policies not stated explicitly otherwise are consistent with generally accepted accounting principles.

1.2 Use of Estimates:

The preparation of Financial Statements in conformity with Indian GAAP requires the management to make estimates and assumptions that affects the reported amounts of assets and Liabilities and Disclosures of Contingent Liabilities in the financial statements and the results of operation during the reporting period. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from these estimates.

1.3 Government Grants :

Any government grant is recognized when there is reasonable assurance of its receipt. A capital grant is transfer to capital reserve account. Revenue grant is recognized in the Statement of Profit and Loss.

1.4 General Reserve :

The General Reserve is a free reserve and can be utilized in accordance with the provisions of the Companies Act, 2013.

1.5 Tangible Assets:

- (a) Freehold Land and Leasehold Land is stated at cost of acquisition inclusive of incidental expenses thereto.



- (b) Fixed Assets are recorded at cost of acquisition or construction inclusive of inward freight, duties, taxes and other directly attributable incidental expenses, net of cenvat relating thereto less accumulated depreciation/amortization and impairment loss, if any.

Tangible Assets not ready for the intended use as on the date of Balance Sheet are disclosed as “Capital Work in Progress”, and the same is allocated to the respective fixed assets on the completion of installation/ Construction.

- (c) When assets are sold or discarded, their cost and accumulated depreciation are removed from fixed asset and any gain/loss resulting there from is reflected in Profit & Loss account.

1.6 Impairment of Assets:

The Carrying amount of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on the internal and external factors. An impairment loss is recognized whenever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. Previously recognized impairment loss is further provided or reversed depending on changes in circumstances.

1.7 Classification of Assets and Liabilities as Current and Non – Current:

All assets and liabilities are presented as current or Non-current as per the Company's normal operating cycle and other criteria set out in Revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realization, the company has ascertained its operating cycle as 12 months for the purpose of Current / Non – current classification of Assets and Liabilities.

1.8 Investment:

Investments are classified as Current and Non-Current. Current Investments are those investments which are readily realizable, and are intended to be held for not more than one year from the date of investment. All other investments are classified as long-term investments. Current Investments are stated at lower of cost and fair value determined of investment.

1.9 Inventories:

Inventories are valued at the lower of cost and net realizable value. The cost of computed on weighted – average basis. In case of sale of raw material / stores the proceeds are credited to their respective heads.



Cost of Finished goods and process stock include cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated Processing price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the processing charges. In the absence of cost, waste/scrape is valued at estimated net realizable value.

Obsolete, defective, slow moving and/or unserviceable inventories, if any, are duly provided for.

1.10 Provision for Current and Deferred Tax:

- a) Current Tax is determined on the profit of the year in accordance with the provisions of Income Tax Act, 1961.
- b) Deferred tax Liability is calculated at the tax rates and laws that have been enacted or substantively enacted at the Balance sheet date and is recognized on timing differences that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, is recognized and carried forward only to the extent that they can be realized.

1.11 Provisions, Contingent Liabilities & Contingent Assets:

- (a) Provision is created when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
- (b) Contingent Liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote.
- (c) Contingent Assets are neither recognized nor disclosed in the financial statements.

1.12 Minimum Alternate Tax (MAT) Credit:

MAT is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income Tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the Guidance Note issued by the ICAI, the said assets is created by way of a credit to the Statement of Profit and Loss and is shown as MAT Credit Entitlement. The Company reviews disputed MAT entitlement at each balance sheet date and writes down the carrying amount to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

1.13 Sundry Debtors and Receivables:

Sundry debtors and loans and advances are stated after making adequate provision for doubtful debts / advances.



1.14 Earning Per Share:

Basic Earnings per share (EPS) is computed by dividing the net profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted Earnings per share are computed after adjustment the effects of all dilutive potential equity shares, if any.

1.15 Prior Period Items:

Prior period expenses / income are accounted under respective heads material item, if any, are disclosed separately by way of note.

1.16 Excise Duty:

The company is accounting excise duty liability in respect of fabric received for processing in cenvat account of third party at finish stage is accounted as and when cleared. The liability in respect of such fabric at the end of the year is Rs. 2.24 lacs (P. Y. Rs. 1.67 Lacs).

1.17 Revenue Recognition:

Sales revenue is recognized on transfer of the significant risks and rewards of ownership of the goods to the Job weavers and stated net of claim and rebates.

Dividend income on investments is accounted for as and when the right to receive the payment is established.

Interest income is recognized on time proportion basis.

Export incentives are recognized when the right to receive credit as per the terms of incentive is established in respect of Export made and when there is no significant uncertainty regarding the ultimate collection of the relevant Export Proceeds.

1.18 Employee Benefits:

Short-term employee benefits and contribution to defined contribution plans are recognized as an expense on accrual at the undiscounted amount in the Statement of Profit and Loss.

The Provident Fund & Employee state insurance contributions as specified under the law are paid to the Regional Provident Fund Commissioner and insurance Director respectively.

Long - term employee benefits, including deferred post - employment benefits, are recognized as an expense, at the present value of the amounts payable determined using estimate (unfunded).

1.19 Foreign Currency Transaction:

Foreign currency transactions are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities in foreign currency if existing at the Balance Sheet date are restated at the year-end exchange rates.



The premium or discount on forward exchange contracts entered into to hedge an existing asset / liability is amortized as expense or income over the life of the contract. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognized as income or as expenses as the case may be on such occurrence.

Forward exchange contracts, outstanding as at the year end on account of firm commitment are marked to market. In accordance with the announcement by the institute of Chartered Accountants of India on 'Accounting for Derivatives' the losses, if any, are recognized in the Statement of Profit and Loss while gains are ignored.

Exchange difference, including, premium or discount on forward exchange contracts, arising are recognized in the Statement of Profit and Loss.

1.20 Operating Leases:

Leases, where risk and reward of ownership, are significantly retained by the lessor are classified as operating leases, and lease rentals thereon are charged to the Statement of Profit and Loss at end of the period of the lease.

1.21 Borrowing Cost:

Borrowing Costs directly attributable to the acquisition and construction of an asset which takes a substantial period of time to get ready for its intended use are capitalized as a part of the cost of such assets, until such time the asset is substantially ready for its intended use. All other borrowing costs are recognized in the Statements of Profit and Loss in the period they occur. Borrowing Costs consist of Interest and other costs incurred in connection with borrowing of funds.

1.22 Depreciation / Amortization:

A depreciation / Amortization charge is provided on fixed assets on written-down-value method in respect of fixed assets. For provision of Depreciation / Amortization the rates / useful life specified in Schedule XIV of the Companies Act, 1956 are applied, is used.

Individual assets costing less than Rs. 5,000 are depreciated in full in the year of acquisition.

In respect of fixed assets added / disposed off during the year depreciation is provided on pro-rata basis with reference to the month of addition / deduction is charged to the Statement of Profit and Loss.



Notes Forming part of the Financial Statements				
Note 2: Share Capital				
(Rs. In Lacs)				
Particulars	As at 31st March, 2014		As at 31st March, 2013	
	Number of shares	Rs.	Number of shares	Rs.
Authorisd				
Equity Shares of Rs. 10/- each	5500000	550.00	5500000	550.00
Issued, Subscribed & fully Paid up Equity Shares of Rs. 10/- each	5051400	505.14	5051400	505.14
TOTAL	5051400	505.14	5051400	505.14
There is no movements in the shares outstanding at the beginning and at the end of the reporting period.				
Details of Shareholder holding more than 5% Equity shares of the Company :				
Name of Shareholder	As at 31st March, 2014		As at 31st March, 2013	
	Number of shares	% holding	Number of shares	% holding
S. K. S. Securities Pvt. Ltd.	420900	8.33	420900	8.33
Brijeswari Marketing Pvt. Ltd.	409750	8.11	409750	8.11
Infini Securities Pvt. Ltd.	586700	11.61	586700	11.61
Fate Electronics Pvt. Ltd.	447300	8.85	447300	8.85
Scropio Agrotech Pvt. Ltd.	491000	9.72	491000	9.72
Shri Harshil Nuwal	352250	6.97	352250	6.97
Note 3 : Reserves and Surplus				
Particulars	As at 31st March, 2014		As at 31st March, 2013	
A. General Reserve				
Balance at the beging and end of the year		15.00		15.00
Capital subsidy from Government		29.69		0.00
C. Surplus				
Balance at the beging of the year		680.14		616.50
Add : Profit during the year		93.88		63.64
Balance at end of the year		774.02		680.14
TOTAL		818.71		695.14



Notes forming part of the Financial Statements		
Note 4 Long-term borrowings		
Particulars	(Rs. in Lacs)	
	As at 31st March 2014	As at 31st March 2013
Secured		
Term loans		
from State bank of Bikaner & Jaipur	811.74	548.42
Vehicles Loan From HDFC Bank Ltd.	56.31	70.00
Unsecured Loan		
Body Corporates	0.00	50.00
Directors & Members	77.33	0.00
Directors Relative	4.03	25.00
TOTAL	949.41	693.42
Notes :-		
<p>1. Term Loans :- Term Loan facility from State Bank of Bikaner & Jaipur comprises of 3 term loans. Including current maturities are secured by way of first charge over entire Fixed assets (Present & Future) of the company including equitable mortgage of Factory Land & building situated at 12 K.M. Stone, Chittor Road, Guwardi, Bhilwara in the name of Company & personally guaranteed by five Directors of the Company, viz Ram Rich pal Nuwal, Naresh Gattani, Shiv K Rathi, Shanti Lal Rathi & Subhash Nuwal.</p> <p>In addition to the above security, extension of First Exclusive Charge by way of hypothecation over raw materials, semi finished goods, finished goods, stores, spares, book debts & other current assets of the company, present & future</p> <p>Term Loan 1 - Sanctioned & Disbursed for Rs. 493 Lacs (Outstanding Balance - Rs 303.57 Lacs)(previous Year - Rs 373.97 Lacs) bearing interest rate of 12.25% p.a. is repayable in 27 equal quarterly installments. First 26 installments of Rs. 17.60 Lacs each & last installment of Rs. 4.37 Lacs. The 1st installment commenced from 01.01.2012</p> <p>Term Loan 2 - Sanctioned for Rs. 465 Lac & Disbursed upto Rs. 311.25 Lacs (year end balance - Rs. 255.94 lacs)(P. Y. - Rs311.25 lacs) bearing interest rate of 12.25% p.a. is repayable in 28 quarterly installments commencing from 01-April-2013. First 2 installments of Rs. 16.60 Lacs each, next 25 installments of Rs. 10.69 Lacs each & last installment of Rs. 10.80 Lacs.</p> <p>Term Loan 3 - Sanctioned for Rs. 12.30 Crores & Disbursed up to Rs. 3.65 crores bearing interest rate of 12.75% p.a. is repayable in 30 quarterly installments. First 4 installments of Rs. 25.00 Lacs each, next four installment of Rs. 30.00 Lacs each, next four installment of Rs. 35.00 Lacs each, next four installment of Rs. 40.00 Lacs each next four installment of Rs. 45.00 Lacs each, next four installment of Rs. 50.00 Lacs each and next four installment of Rs. 55.00 lacs each. The 1st installment will commenced from 01.10.2015 on wards.</p> <p>2. Vehicle Loans:- Vehicle loans are taken from HDFC bank Ltd., repayable in next 1 to 3 years. Loan from HDFC Bank including current maturities are secured by way of hypothecation over vehicles. Out of the outstanding Loans of Rs. 121.13 Lacs, due in next one year will be Rs. 64.81 lacs.</p> <p>3. Unsecured loans are taken from Directors, Members & Directors relatives and same will become due for payment after a period of one year or so.</p>		
Note 5 Deferred tax liabilities		
Particulars	As at	
	31st March 2014	31st March 2013
Balance at beginning of the year	137.83	124.30
Add :- Provision during the year	14.96	13.53
Balance at end of the year	152.79	137.83
Defferd Tax Liability on account of timing difference of Depreciation of Rs. 567.39 Lacs (Previous year Rs. 515.46 Lacs) less MAT entitelments.		
Note 6 Other Long-term Liabilities		
Particulars	As at	
	31st March 2014	31st March 2013
Deffered Trade Payables	165.00	157.00
Creditors for capital Expenditure	32.50	14.03
TOTAL	197.50	171.03
Note 7 Long-term Provisions		
Particulars	As at	
	31st March 2014	31st March 2013
Provision for employee benefits (unfunded)		
Gratuity	15.80	10.86
Leave benefits	2.35	2.84
TOTAL	18.15	14.36



Notes forming part of the Financial Statements		
Note : 8 Short-term borrowings (Rs. In Lacs)		
Particulars	As at 31st March 2014	As at 31st March 2013
Secured Loans (repayable on demand)		
from State Bank of Bikaner & Jaipur	581.30	582.96
TOTAL	581.30	582.96
<p>1) Working Capital Facility worth Rs. 800 lacs taken from State Bank of Bikaner & Jaipur is secured by way of hypothecation created in favour of bank on stocks of raw materials, semi finished & finished goods, stores and spares parts, book debts & other current assets of the company lying in factory premises or elsewhere in the name of Company Present & Future. & personally guaranteed by Five Directors of the Company, viz Ram Rich Pal Nuwal, Naresh Gattani, Shiv K Rathi, Shanti Lal Rathi & Subhash Nuwal. The Loan is repayable on demand.</p> <p>2) In addition to the above security, extension of First charge on the entire fixed assets (present & future) of the company including equitable mortgage of factory land & Building at 12Km stone, Chittorgarh Road, guwardi, Bhilwara</p>		
Note : 9 Trade payables		
Particulars	As at 31st March 2014	As at 31st March 2013
Others due within normal operating cycle	286.08	230.99
Note : 10 Other current liabilities		
Particulars	As at 31st March 2014	As at 31st March 2013
From State Bank of Bikaner & Jaipur *	113.16	136.80
From HDFC Bank Ltd. *	64.81	38.98
Interest accrued but not due on borrowings	9.64	7.11
Other payables	46.20	30.80
Statutory remittances	7.72	5.71
Contractually reimbursable expenses	1.34	0.66
Advances from customers	0.88	2.23
TOTAL	243.75	222.29
* Repayable within one year		



Note : 11 Fixed Assets

(Rs. In Lacs)

Particulars	GROSS BLOCK			ACCUMUCATED DEPRECIATION					NET BLOCK	
	As at 01.04.13	Addition	Deduction	As at 31.03.14	As at 31.03.13	Provided For the Year	Written Back	Upto 31.03.14	As at 31.03.14	As at 31.03.13
Land - Lease Hold	9.76	0.00	0.00	9.76	0.00	0.00	0.00	0.00	9.76	9.76
Land - Free hold	8.67	0.00	0.00	8.67	0.00	0.00	0.00	0.00	8.67	8.67
Factory Building	450.11	4.72	0.00	454.83	272.32	17.98	0.00	290.30	164.53	177.79
Plant & Machinery	2407.54	451.99	19.49	2840.04	1222.43	189.80	16.97	1395.26	1444.78	1185.11
Office Equipments	20.30	3.06	0.00	23.36	11.56	1.45	0.00	13.01	10.35	8.74
Vehicle	262.66	25.73	38.00	250.39	108.92	41.93	29.41	121.44	128.95	153.74
Furniture & Fixture	12.45	7.99	0.00	20.44	9.24	1.23	0.00	10.47	9.97	3.21
Electrical Installation	34.23	0.00	0.00	34.23	29.50	0.66	0.00	30.16	4.07	4.73
Computers	13.35	0.97	0.00	14.32	11.67	0.76	0.00	12.43	1.89	1.68
TOTAL	3219.07	494.46	57.49	3656.04	1665.64	253.81	46.38	1873.07	1782.97	1553.43
Previous year	2853.14	389.46	23.53	3219.07	1448.49	229.06	11.91	1665.64	1553.43	1404.65

Note : 12 Capital work in Progress

Particulars	As at 31st March,2014	As at 31st March,2013
Plant & Machinery	13.27	0.00
TOTAL	13.27	0.00



Notes forming part of the financial Statements		
Note : 13 Long-term loans and advances		(Rs. in Lacs)
Particulars	As at 31st March, 2014	As at 31st March, 2013
Security Deposit (Unsecured, Considered goods)	38.09	25.60
Excise Duty Receivable (Unsecured, Considered goods)	35.89	35.89
TOTAL	73.98	61.49
Note : 14 Current investments		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Investment in SBI Mutual Fund	0.00	1.00
Note 15 Inventories		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Raw Materials		
Dyes & Chemicals	142.47	129.50
Coal & Fuel	10.37	13.33
	152.84	142.83
Work-in-progress (To the extend of Processing Cost)	67.47	76.03
Finished goods (To the extend of Processing Cost & Excise duty on unclare fabric)	232.91	205.76
Less: Excise duty on unclare fabrics	2.24	1.67
	230.67	204.09
Own Fabrics	17.08	29.93
Stores and spare parts	38.41	27.36
TOTAL	506.47	480.24
Note 16 Trade receivables		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Trade receivables (outstanding for a period exceeding six months from the date these are due for payment, Unsecured, Considered good)	69.55	54.51
Other Trade receivables (Unsecured, considered good)	861.03	742.57
TOTAL	930.58	797.08



Notes forming part of the Financial Statements		(Rs. in Lacs)
Note 17 : Cash and cash equivalents		
Particulars	As at 31st March, 2014	As at 31st March, 2013
Cash on hand	8.67	1.12
Balances with banks		
In current accounts	16.52	8.92
In deposit accounts	13.56	14.07
TOTAL	38.75	24.11
Balances with banks include deposits Rs. 13.56 lacs (P.Y. Rs.14.07 Lacs) with a maturity of more than 12 Months.		
Note 18 : Short-term loans and advances		
Particulars	As at 31st March, 2014	As at 31st March, 2013
(Unsecured, considered good)		
Loans and advances to employees	2.66	2.81
Prepaid expenses	3.13	3.30
Others - Material & Services	136.17	63.72
Balances with government authorities :-		
Minimum Alternate Tax (MAT)	38.86	37.49
Value Added Tax & Excise duty	83.16	82.87
Service Tax	-	0.16
Income Tax	114.09	118.05
Entry Tax	28.75	26.75
TOTAL	406.82	335.15
Note 19 Revenue from operations		
Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
Sale of products comprises Manufactured goods		
Fabric Job Processing	4925.19	4156.45
Fabric Export	229.43	151.49
Wind Power Generation	15.25	10.01
	5169.87	4317.94
Other operating revenues		
Fabric Waste	6.46	0.76
TOTAL	5,176.33	4,318.70



Notes forming part of the Financial Statement		
Note 20 Other Incomes		(Rs. In Lacs)
Particulars	For the year ended 31st March 2014	For the year ended 31st March 2013
Interst	9.13	5.81
Other non-operating	4.77	0.53
SBI Mutual Fund Dividend	0.07	0.14
Scrap Sale	2.57	0.93
Total	16.54	7.41
Note 21 Cost of raw materials consumed		
Particulars	For the year ended 31st March,2014	For the year ended 31st March,2013
Openinbg stock	142.83	162.83
Add: Purchases	2960.28	2271.77
	3103.11	2434.60
Less: Closing stock	152.84	142.83
Cost of material consumed *	2950.27	2291.77
*100% Indigenous Material consumed comprises:		
Dyes & chemicals	2145.91	1524.21
Synthetic Yarn & Fabrics	119.70	113.13
Coal & Fuel	684.66	654.43
Total	2950.27	2291.77
Note 22 Changes in inventories of finished goods & work-in-progress		
Particulars	For the year ended 31st March,2014	For the year ended 31st March,2013
Inventories at the end of the year:		
Finished goods (to the extent of processing cost)	232.91	205.76
Work-in-progress (to the extent of processing cost)	67.47	76.03
Greyi Fabrics	0.00	21.32
Finished Fabric	17.08	8.62
	317.46	311.73
Inventories at the beginning of the year:		
Finished goods (to the extent of processing cost)	205.76	243.58
Work-in-progress (to the extent of processing cost)	76.03	59.52
Greyi Fabric	21.32	0.00
Finish Fabric	8.61	0.00
	311.72	303.10
Net increase / (decrease)	5.74	8.63
Note 23 Employee Benefits Expenses		
Particulars	For the year ended 31st March,2014	For the year ended 31st March,2013
Salaries and Wages, Allowances, Bonus etc.	407.83	410.75
contribution to provident and other funds	29.48	22.27
Staff welfare expenses	27.17	22.91
	464.48	455.93



Notes forming part of the Financial Statements		
Note 24 Finance Costs		(Rs. in Lacs)
Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
Interest expense on:		
Borrowings	170.83	163.54
Less:- Interest Capitalised	5.04	0.00
TOTAL	165.79	163.54
Note 25 Other expenses		
Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
Manufacturing Expenses		
Job weaving charges	19.09	12.58
Consumption of stores and spare parts	374.95	321.41
Power	359.19	352.67
Effluent treatment & water	107.11	91.90
Repairs and maintenance - Buildings	5.01	11.47
Repairs and maintenance - Machinery	27.06	31.34
Excise duty on unclared goods	0.58	1.67
	892.99	823.04273
Establishment Expenses		
Rent	18.59	12.46
Insurance	5.01	4.95
Donation	1.07	0.96
Repairs and maintenance - Others	5.05	1.79
Communication	9.17	7.22
Travelling and conveyance	17.08	12.82
Printing and stationery	4.97	4.58
Legal and professional	14.98	6.20
Payments to auditors	0.46	0.42
Miscellaneous expenses	23.61	10.17
	99.99	61.57
Selling and Distribution Expenses		
Freight and forwarding	82.29	74.34
Cash discounts	30.85	34.55
Consumption of packing materials	123.81	108.10
	236.95	216.99
TOTAL	1229.93	1101.61



NOTE - 26

NOTES TO THE ACCOUNTS:

(Rs. In Lacs)

1. Contingent Liabilities not acknowledged as debts in respect of:	For Year ended 31.03.2014	For Year ended 31.03.2013
A) T.C. Cess Pending under appeal	34.64	34.64
B) In respect of income tax matters under Appeal (A.Y. 2009 - 10)	1.35	2.90
(A.Y. 2010 - 11)	0.78	0.78
(A.Y. 2011 - 12)	12.89	0.00
C) Entry Tax Pending under appeal	113.81	99.39
D) Excise duty under Central Excise Act, 1944	105.15	105.15
E) Bank Guaranty Encashment (Radiant Silk Mills Pvt. Ltd.)	8.00	8.00
F) Import Obligation of capital goods at Concessional rate of Custom duty under EPCG Scheme	153.90	281.98
2. Processing Charges are reported net of rates differences/adjustments, claims etc. as and when settled.		
3. Certain Debtors, Creditors, Receivables, and Unsecured Loan & Advances are subject to confirmation, reconciliations and adjustments, if any.		
4. In the opinion of the management current assets, loans and advances have a value of at least equal to the amounts shown in the balance sheet, if realized in the ordinary course of business. The provision for all the known liabilities is adequate and not in excess of the amount reasonably necessary. There are no contingent liabilities other than those stated in note no. 1.		
5. Purchases include insurance and all procurement expenses incurred up to arrival of material at plan site.		
6. Remunerations are paid in the year to Shri Subhash Nuwal, Managing Director Rs. 14.44 Lacs (P.Y. Rs.2.66 lacs) and contribution towards Provident Fund Rs.1.73 lacs (P.Y. Rs. Nil). and Shri Naresh Gattani, Executive Director Rs. 14.44 lacs (P. Y. Rs.7.83 lacs) and contribution towards Provident Fund Rs. 1.73 lacs (P. Y. Rs.0.81 lacs).		
7. Payments to Auditors:	For Year ended 31.03.2014	For Year ended 31.03.2013
a) Statutory Audit Fees	35000	30000
b) Tax Audit Fees	5000	5000
c) Certification	5000	5000
d) Out of Pocket expenses	1400	2400
	46400	42400



8. The company is repaying regularly stipulated principal amount and interest dues thereon to bank.
9. The company has initiated the process of obtaining confirmations from the suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006. Based on the information available with the Company, no balance is due to Micro & Small Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 as on March 31, 2013. Further during the year no interest has been paid / payable under the terms of the said Act, as per guideline issued by the institute of chartered accountants of India.
10. Related Party Disclosure as per accounting standard 18 issued by the ICAI are as follows:

A) (I) Entities having significant influence:

(1) Promoters :

- | | | |
|-----|---------------------------------|--------|
| (a) | SKS Securities Pvt Ltd | (SSPL) |
| (b) | Scorpio Agrotech Pvt Ltd | (SAPV) |
| (c) | Fate Electronics Pvt. Ltd. | (FEPL) |
| (d) | Infini Securities Pvt. Ltd. | (ISPL) |
| (e) | Brijeshwari Marketing Pvt. Ltd. | (BMPL) |

(2) Key Managerial Personnel :

- (a) Shri Subhash Nuwal, MD
- (b) Shri Naresh Gattani, ED
- (c) Shri Shanti Lal Rathi
- (d) Shri Siddharth Kumar Soni
- (e) Shri Mahaveer Prasad Saraswat

(3) Other Related Party:

- | | |
|--------------------|-------|
| Siddharth Tax Fab | (STF) |
| Hanuman Kumat | (HK) |
| Sona Polyspin Ltd. | (SPL) |

(4) Relatives of Key Management Personnel

- (a) Smt. Prem Devi Gattani, (M/o. Shri Naresh Gattani)
- (b) Smt. Ranjana Gattani, (W/o. Shri Naresh Gattani)
- (c) Shri Shiv Prasad K Rathi, (B/o. Shri Shanti lal Rathi)
- (d) Shri Harshil Nuwal (S/o Shri Subhash Nuwal)

B) Disclosure of Transactions during the period between the company and related parties

- a) Shri Naresh Gattani has been paid office rent, beside salary, Rs. 1.80 lacs (P.Y. Rs.1.80 Lacs)
- b) Shri Ram Rich Pal Nuwal has been paid Two truck freight Rs. 1.35 Lacs (P.Y. Rs.1.54 Lacs)



- c) Interest paid to Sona poly spin Limited Rs. 1.76 Lacs (P.Y. Rs. NIL)
- d) Interest paid to Siddharth Tax Fab Rs. 2.72 Lacs (P.Y. Rs. NIL)
- e) Fabric manufactured on Job basis from M/s Scarlet Suitings Pvt. Ltd. during the year Rs. 8.27 lacs (P.Y. Rs NIL)
- f) Fabric manufactured on Job basis from M/s Swagat synthetics Pvt. Ltd. during the year Rs. 2.07 lacs (P.Y. Rs 5.71 Lacs)
- g) Fabric processed on job basis of M/s Shri Giriraj Suitings Pvt. Ltd. during the year Rs 0.02 lacs (P.Y. Rs 1.79 Lacs)
- h) Fabric processed on job basis of M/s Swagat Synthetics Pvt. Ltd. during the year Rs. 184.68 Lacs(P.Y. Rs 305.14 Lacs)

Unsecured loan transaction with related parties :	(Rs. in Lacs)		
	HK	STF	SPL
Taken in current year	15.00	0.00	50.00
(Previous year)	(0.00)	(25.00)	(0.00)
Repaid in current year	4.85	25.00	50.00
(Previous year)	(0.00)	(0.00)	(0.00)

13. Figures for the previous year have been regrouped wherever necessary to conform to the current year's classification.

14. Figures have been rounded off to nearest thousand rupees.

15. Earning per share (EPS) -

The numerators and denominators used to calculate basic earning per share:

	<u>Current Year</u>	<u>Previous Year</u>
Profit attributable to equity share holders	Rs. 107.47 Lacs	Rs. 70.02 Lacs
Basic number of shares during the year	5051400	5051400
Total shares issued	5051400	5051400
Nominal value of equity shares (Rs.)	10	10
Basic EPS (Rs.)	2.13	1.43

16. The Amount payable to sum of suppliers which are likely to pay even after six months are treated as deferred trade payables and group under other long term liability on which no interest is payable.



17. Segment Accounting Policy

The company primarily operates in Textile Segment and Wind Power Generation Reporting as required under accounting standard 17 issued by Institute of Chartered Accountants of India is as under. There is no reportable geographical segment either.

Segment Wise Report

(Rs In Lacs)

Sr.	Particulars	2013- 2014			2012- 2013		
		Textile	Power	Total Consolidated	Textile	Power	Total Consolidated
1	Segment Revenue	5161.08	15.25	5176.33	4309.82	10.01	4319.83
	Other Income			16.54			7.41
				5192.87			4327.24
2	Segment Results						
	Profit before tax & Interest	289.29	10.83	300.12	248.62	3.89	240.71
	Less : Interest	165.79	0.00	165.79	163.54	0.00	163.54
	Total Profit before Tax	123.50	10.83	134.33	85.08	3.89	88.97
	Income Tax (MAT)			26.86			16.95
	Profit after Tax excl.DTL.			107.47			72.02
3	Other Information						
	Segment Assets	1771.50	11.47	1782.97	1537.55	15.88	1553.43
	Segment Liabilities	1127.38	0.00	1127.38	794.20	0.00	794.20
	Capital Employed	644.12	11.47	655.59	743.35	15.88	759.23
4	Depreciation	249.39	4.42	253.81	222.94	6.12	229.06

As per our Report of even date

FOR S. DAD & CO.

Chartered Accountants

(Firm Reg. No.-07534C)

SANJAY DAD

Partner

M.No.076334

Place:-Bhilwara

Date:- 29th May 2014

FOR AND ON BEHALF OF THE BOARD

R. R. P. NUWAL

SUBHASH NUWAL

NARESH GATTANI

SHANTI LAL RATHI

SHIV K. RATHI

SIDDARTH KUMAR SONI

MAHAVEER SARASWAT

Chairman

Managing Director

Executive Director

Director

Director

Chief Finance Officer

Company Secretary



18. Additional information:

(Rs. In Lacs)

	For the year ended 31.03.2014	For the year ended 31.03.2013
a. Turnover and Stocks		
Opening Stock	235.70	243.58
Turnover:		
Processing Charges (Job)	4925.19	4156.45
Fabric Sales (Export)	229.43	151.49
Wind Power Generation	15.25	10.01
Closing Stock	249.99	235.70
b. Value of Raw Materials, Stores & Spares and Components Consumed:		
Yarn	119.70	113.13
Dyes & Chemicals	2145.91	1524.21
Stores, Spare parts and Components Note :- Raw Material 100%, & Components, Stores & Spare parts consumed are 99.33% indigenous.	374.95	321.41
c. CIF Value of Import & Expenditure in Foreign Currency		
Components, Stores and spare parts	8.88	1.83
Capital Goods	27.86	23.19
d. Earning in Foreign Currency	197.85	138.25



SONA PROCESSORS (INDIA) LIMITED

Registered Office : 2, Sangam Towers,
Near Old RTO, Gandhi Nagar, Pur Road, Bhilwara 311 001

ATTENDANCE SLIP

1. Name of the attending member (In Block Letters)
2. Registered Folio No.
3. Name of Proxy (In Block Letters) (To be filled if the Proxy Attends instead of the member)

No of Shares held

I hereby record my presence at the 21ST ANNUAL GENERAL MEETING of the company at 2, Sangam Towers, Near Old RTO Road Gandhi Nagar, Pur Road, Bhilwara – 311001 on Saturday, the 19th July, 2014. at 10.00 A.M.

Member's / Proxy's Signature

Note: - Please fill up this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copy of the Annual Report.

SONA PROCESSORS (INDIA) LIMITED

Registered Office: 2, Sangam Towers,
Near Old RTO, Gandhi Nagar, Pur Road, Bhilwara 311 001

FORM OF PROXY

Proxy No. :

I/We of being a member / members of SONA PROCESSORS (INDIA) LIMITED hereby appoint Of or failing him of as my/our proxy to vote for me / us on my / our behalf at the 21ST Annual General Meeting of the Company to be held at the Registered Office of the Company on Saturday, the 19th July 2014 at 10.00 A.M. and at any adjournment thereof.

Signed this.....
Day of2014

Folio No.
No. of Shares held

Affix Rs.1/- Revenue Stamp

(Please sign across the stamp)
(Signature)

Note(s):

1. The proxy need NOT be a member of the Company.
2. This form of proxy, in order to be effective, should be duly stamped, completed, signed and deposited at the Registered Office of the Company, not less than 48 hours before the time fixed for commencement of the Meeting.