

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

REPORT OF THE DIRECTORS

For the Financial Year Ended 31st March, 2009.

Your Directors submit their Report for the financial year ended 31st March, 2009.

During the year under review, India had an all time high Potato crop of 30 Million MT plus beating the previous record of 27 Million MT. The resultant glut of potatoes depressed prices for table and seed potatoes. As a result your company's turnover declined by 10% to Rs. 27.66 crore [2007/08: Rs. 30.84 crore] due to a significant reduction in the average sale realisation for seed potatoes. Consequently, net profit also came down to Rs.3.02 crore in the current year as against Rs. 6.15 crore achieved last year. However, your Company's produce of seed potatoes gained wider acceptance evidenced by a volume growth of 80% during the year from 14,581 MT to 26,292 MT.

FINANCIAL RESULTS

(Rs. Crore)

Particulars	2008-09	2007-08
Turnover	27.66	30.84
Profit before interest, depreciation & tax	4.05	8.67
Interest	0.27	1.75
Depreciation	0.70	0.71
Profit before tax	3.08	6.21
Provision for tax/FBT	0.06	0.06
Profit after tax	3.02	6.15
Balance of profit/(loss) brought forward	(23.64)	(29.79)
Balance carried forward to Balance Sheet	(20.62)	(23.64)

COMPANY PERFORMANCE

(A) PRODUCTION OF TECHNITUBER[®] SEED

During the year under review, your Company's facility at Manpura produced 128.1 lakhs TECHNITUBER[®] seed, a 15% improvement over the previous year's figure of 111.3 lakhs.

(B) FIELD OPERATIONS

Due to better practices and favourable weather conditions in Punjab, Haryana & Western UP, your company registered a significant growth in the production of early generation field seed potatoes which grew by 39% to 47,855 MT from 34,463 MT recorded in the previous year. Over the years, your Company and the potato farmers in the various growing regions of India have gained considerable expertise in seed potato agronomy using TECHNITUBER[®] seed of your Company. This, together with the experience and capabilities residing in the parent entity, has contributed to the superior performance of field operations in spite of challenging climatic conditions.

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Your Company continues to upgrade the skills of its agronomy team and farmers in order to improve farm yields and quality. Research & Development programs consisting of innovative farm practices, usage of new fertilizers, chemicals, nutrients continue to provide a competitive edge in terms of superior quality and higher yields.

(C) MARKETING

Your Company has been able to sell 26,292 MT of early generation field seed potatoes against 14,581 MT sold in the previous year, thereby registering a volume growth of 80% over the previous year.

The better quality of early generation seed potatoes and the international standard agronomy practices provided by the Company has resulted in an increase in the number of farmers joining the seed potato multiplication programme of the Company.

Your Company continues to be the only exporter of TECHNITUBER[®] seed and seed potato from India to markets in Asia, Middle East and North Africa. During the year, your Company exported 46 lakh TECHNITUBER[®] seed to the tune of Rs. 355.74 lakhs against Rs. 212.10 lakhs in the previous year.

Your Company recognizes that the business is subject to agricultural risk but draws comfort from the strength of the technology of its parent, the competencies of its employees, loyalty of its customers and the strong demand for quality seed potatoes in the Indian market. All of these should continue to contribute to its robust growth over the years.

EMPLOYEES

Your Directors recognise the key role of employees in creating and delivering value to farmers and shareholders and wish to place on record their appreciation of the dedication and commitment of every employee of the Company, which has lead to a significant improvement in the Company's operations.

None of the employees is covered under the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules 1975.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information with regard to technology absorption and foreign exchange earnings and outgo in terms of Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is annexed.

DIRECTORS

As per the provisions of Section 269 of the Companies Act 1956, Mr. Sachidanand Madan was appointed as Whole Time Director of the company at the Annual General Meeting of the company held on 20th May 2008

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

In accordance with the relevant provisions of the Articles of Association of the Company, Mr. Surampudi Sivakumar and Mr. Arup Kumar Mukerji will retire by rotation at the ensuing Annual General Meeting of the Company, and being eligible, offer themselves for re-election.

AUDIT COMMITTEE

The audit committee of the Company comprises of Mr. Surampudi Sivakumar, Chairman, Mr. David Charles McDonald, Mr. Sachidanand Madan and Mr. Arup Kumar Mukerji as members.

DIRECTOR'S RESPONSIBILITY STATEMENT

As required under Section 217 (2AA) of the Companies Act, 1956, your Directors confirm having:

- a. followed in the preparation of the Annual Accounts, the applicable accounting standards with proper explanation relating to material departures if any;
- b. selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company at the end of the financial year and of the profit of your Company for that period;
- c. taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities; and
- d. prepared the Annual Accounts on a going concern basis.

AUDITORS

The Auditors M/s. S. R. Batliboi and Co., Chartered Accountants, retire at the ensuing Annual General Meeting of the Company and, being eligible, offer themselves for re-appointment.

On behalf of the Board

Place : Hyderabad
Dated : 24th April, 2009

S Sivakumar
Chairman

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Annexure to the Report of Directors

Information under Section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Directors) Rules 1988 and forming part of the Directors Report.

Research and Development (R&D)

The Company is engaged in the Research and Development activities in the field seed potato production programme. Research & Development in field seed potato programme with the usage of new chemicals together with new agri practices continue to provide competitive advantage to the Company in terms of superior quality seed potato and higher yields of the potato crop. The Company continues its Research and Development efforts for further improvements in its products.

Technology Absorption, Adaptation and Innovation

Based on the efforts made towards technology absorption, the Company achieved smooth plant operation since the declaration of commercial production. Field progeny of the seed potatoes produced with the use of TECHNITUBER® technology has exhibited qualitative and quantitative improvement over traditional product at affordable cost.

- a) Technology Imported : Production Facility at Manpura is based on TECHNITUBER® Technology from Technico Pty Limited, Australia
- b) Year of import : 2000

- c) Whether technology fully absorbed :
- d) If not fully absorbed, areas where this has not taken place reasons therefore and future plans of action :

The absorption of the technology has taken place through two-phase production. The Company has been successfully producing TECHNITUBER® Seeds (G0) in production facility at Manpura. Subsequent stage multiplications have been successfully undertaken in leased and contract farms. However, the company continues to refine and improve upon the technology by drawing the technical expertise of the parent entity.

Foreign Exchange Earnings and Outgo (Rs. Crore)

Foreign Exchange Earnings	:	4.17
Foreign Exchange Outgo	:	0.36

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Auditors' Report

To

The Members of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited)

1. We have audited the attached balance sheet of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited) as at March 31, 2009 and also the profit and loss account and the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - i. 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;
 - ii. 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;
 - iii. The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
 - iv. In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - v. On the basis of the written representations received from the directors, as on March 31, 2009, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
 - (a) in the case of the balance sheet, of the state of affairs of the Company as at March 31, 2009;
 - (b) in the case of the profit and loss account, of the profit for the year ended on that date; and
 - (c) in the case of cash flow statement, of the cash flows for the year ended on that date.

For S.R. Batliboi & Co.
Chartered Accountants

per Manoj Gupta
Partner
Membership No.: 83906

Place: Gurgaon
Date: 24th April 2009

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Annexure referred to in paragraph 3 of our report of even date

Re: Technico Agri Sciences Limited ('the Company') (Formerly known as Chambal Agritech Limited)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets were physically verified by the management in the previous year in accordance with a planned programme of verifying them once after every alternative year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. As informed, no material discrepancies were noticed on such verification.
- (c) There was no substantial disposal of fixed assets during the year.
- (ii) (a) The management has conducted physical verification of inventories at reasonable intervals during the year.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4 (iii) (b), (c) & (d) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (b) As informed, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4 (iii) (f) & (g) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas. The activities of the Company during the year do not involve sale of services.
- (v) (a) According to the information and explanations provided by the management, we are of the opinion that there are no contracts or arrangements referred to in section 301 of the Act that need to be entered into the register maintained under section 301. Accordingly, the provisions of clause 4 (v) (b) of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, wealth-tax, service tax, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, wealth-tax, service tax, cess and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of income tax, wealth tax, service tax, and cess which have not been deposited on account of any dispute.

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Annexure referred to in paragraph 3 of our report of even date (Contd..)

- (x) *The Company's accumulated losses at the end of the financial year are more than fifty percent of its net worth.* The Company has not incurred cash losses in the current and immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to banks. The Company has no outstanding dues in respect of financial institutions and debenture holders.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company did not have any term loans outstanding during the year.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised any money through a public issue during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For S.R. Batliboi & Co.
Chartered Accountants

per Manoj Gupta
Partner
Membership No.: 83906

Place: Gurgaon
Date: 24th April 2009

BALANCE SHEET AS AT MARCH 31, 2009

(Amount in Rs. '000)

Particulars	Schedules	As at 31st March, 2009	As at 31st March, 2008
SOURCES OF FUNDS			
Shareholders' funds			
Share capital	1	379,628	379,628
Loan funds			
Secured loans	2	39,612	41,378
Unsecured loans	3	120,000	120,000
Total		539,240	541,006
APPLICATION OF FUNDS			
Fixed assets			
Gross block	4	180,183	177,764
Less : Accumulated depreciation		70,065	63,014
Net block		110,118	114,750
Capital advances		108	-
		110,226	114,750
Intangible assets			
	5	-	-
Current assets, loans and advances			
Inventories	6	331,594	238,073
Sundry debtors	7	5,097	6,529
Cash and bank balances	8	1,749	1,300
Loans and advances	9	5,898	3,364
		344,338	249,266
Less: Current liabilities and provisions			
Current liabilities	10	120,273	58,661
Provisions	11	1,234	753
		121,507	59,414
Net current assets		222,831	189,852
Miscellaneous expenditure (to the extent not written off or adjusted)	12	-	-
Profit and loss account		206,183	236,404
Total		539,240	541,006
Significant accounting policies and notes to accounts	18		

The schedules referred to above and notes to accounts form an integral part of the Balance Sheet.

As per our report of even date

For S.R. Batliboi & Co.

Chartered Accountants

For and on behalf of the Board of Directors of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited)

per Manoj Gupta
Partner
Membership No. 83906

Arup K Mukerji
Director

Sachidanand Madan
Director

Sanjeev Madan
General Manager
(Finance)

V.K Jain
Company Secretary

Place: Gurgaon
Date: 24 April 2009

Place: Hyderabad
Date: 24 April 2009

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

(Amount in Rs. '000)

Particulars	Schedules	Year ended	
		31st March, 2009	31st March, 2008
Income			
Sales		276,609	308,402
Other income	13	15,771	14,458
Increase/(Decrease) in inventories	14	92,182	44,549
Total		384,562	367,409
Expenditure			
Personnel expenses	15	15,841	13,502
Production and other expenses	16	328,206	224,629
Depreciation	4	7,051	7,144
Financial expenses	17	2,662	17,450
License fee written off	5	-	42,554
Total		353,760	305,279
Profit/ (Loss) before tax		30,802	62,130
Fringe benefit tax		581	632
Net profit after tax		30,221	61,498
Balance Brought Forward from Previous Year		(236,404)	(297,902)
Balance Carried To Balance Sheet		(206,183)	(236,404)
Earning per share			
Basic [Nominal value of shares Rs.10 (Previous Year: Rs.10)]		0.80	1.62
Diluted [Nominal value of shares Rs.10 (Previous Year: Rs.10)]		0.80	1.62
Significant accounting policies and notes to accounts	18		

The schedules referred to above and the notes to accounts form an integral part of the Profit & Loss account.

As per our report of even date

For S.R. Batliboi & Co.
Chartered Accountants

For and on behalf of the Board of Directors of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited)

per Manoj Gupta
Partner
Membership No.: 83906

Arup K Mukerji
Director

Sachidanand Madan
Director

Sanjeev Madan
General Manager
(Finance)

V.K Jain
Company Secretary

Place: Gurgaon
Date: 24 April 2009

Place: Hyderabad
Date: 24 April 2009

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2009

(Amount in Rs. '000)

Particulars	Year ended March 31,2009	Year ended March 31,2008
A Cash flow from operating activities		
Net Profit/(Loss) before tax	30,802	62,130
Adjustment for:		
Depreciation	7,051	7,144
Loss/(Profit) on assets sold	-	207
Unrealised Foreign exchange loss	-	18
Preliminary expenses written off	-	-
Bad debt written off	-	-
Deferred revenue expenses written off	-	-
Upfront fees written off	-	4,884
Depletion of loose tools	-	1
Provision for doubtful debts	4,960	1,298
Provision written back	(7,755)	(9,473)
Interest/Gurantee Commission expenditure	2,470	10,773
Interest income	-	(663)
Dividend on Investments	(1,999)	(1,572)
License fees written off	-	42,554
Operating profit before working capital changes	35,529	117,301
Movements in working capital :		
Decrease / (Increase) in sundry debtors	(3,528)	10,686
Decrease / (Increase) in loans and advances	(2,381)	222
Decrease / (Increase) in inventories	(93,521)	(44,657)
Increase / (Decrease) in current liabilities	69,906	(23,835)
Cash generated from operations	6,005	59,718
Direct Taxes Paid	(792)	(710)
Net cash from operating activities	5,213	59,008
B Cash flow from investing activities		
Purchase of fixed assets	(2,536)	(4,423)
Proceeds from sale of fixed assets	9	374
Interest received	-	663
Dividend on Investments	1,999	1,572
Net cash used in investing activities	(528)	(1,814)
C Cash flows from financing activities		
Proceeds from issuance of share capital	-	-
Repayment of long-term borrowings	-	(135,721)
Net proceeds of Unsecured loan	-	120,000
Net proceeds of short term borrowings/ vehicle loan	(1,766)	(160,455)
Interest/ Gurantee Commission	(2,470)	(10,773)
Net cash generated from/(used in) financing activities	(4,236)	(186,949)
Net increase in cash and cash equivalents (A+B+C)	449	(129,756)
Cash and cash equivalents at the beginning of the year	1,300	131,056
Cash and cash equivalents at the end of the year	1,749	1,300
Components of cash and cash equivalents		
Cash in hand	45	103
Balances with scheduled banks:		
On current accounts	1,694	1,187
On fixed deposit	10	10
(including fixed deposits of Rs.10 thousand pledged with sales tax authorities)		
	1,749	1,300

As per our report of even date

For S.R. Batliboi & Co.
Chartered Accountants

per Manoj Gupta
Partner
Membership No. 83906

Place: Gurgaon
Date:

For and on behalf of the Board of Directors of Technico Agri Sciences Limited
(Formerly known as Chambal Agritech Limited)

Arup K Mukerji
Director

Sachidanand Madan
Director

Sanjeev Madan
General Manager
(Finance)

V.K Jain
Company Secretary

Place : Hyderabad
Date :

SCHEDULES ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009

Particulars	(Amount in Rs. '000)	
	As at 31st March, 2009	As at 31st March, 2008
Schedule 1: Share Capital		
Authorised :		
40,000,000 (Previous year 40,000,000) Equity shares of Rs.10/- each	400,000	400,000
Issued, Subscribed & Paid up		
37,962,800 (Previous year 37,962,800) Equity shares of Rs.10/- each	379,628	379,628
	379,628	379,628
Of the above:		
Out of the above 37,962,794 (Previous year 37,962,794) shares are held by the holding company, Technico Pty Ltd., Australia. Balance 6 shares are held by Technico Pty Ltd. Australia, jointly with other share holders.		
Schedule 2: Secured Loans		
Cash credit loan from banks	39,612	41,279
Vehicle loan from banks	-	99
	39,612	41,378
Notes:		
1) Cash credit limit from HDFC Bank Ltd. is secured by first pari passu charge on all present and future current assets of the		
2) Amount repayable within one year Rs.Nil (Previous year Rs.99 thousand).		
Schedule 3: Unsecured Loans		
Other Loans & Advances		
- From Body Corporate	120,000	120,000
(From Russell Credit Limited, the Indian parent of the holding company)		
	120,000	120,000

Note:
(Repayable with in one year Rs.120,000 thousands (Previous year Rs.Nil)

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULES ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009

Schedule 4: Fixed Assets

(Amount in Rs.'000)

Particulars	Gross Block				Depreciation				Net Block	
	As at 01.04.2008	Additions during the year	Withdrawal/ Adjustments	As at 31.03.2009	As at 01.04.2008	For the year	Withdrawal/ Adjustments	As at 31.03.2009	As at 31.03.2009	As at 31.3.2008
Land-freehold	13,355	1,328	-	14,683	-	-	-	-	14,683	13,355
Buildings	46,548	-	-	46,548	9,899	1,313	-	11,212	35,336	36,649
Plant & machinery	99,777	696	-	100,473	45,139	4,633	-	49,772	50,701	54,638
Furniture & fixtures	2,169	-	-	2,169	1,268	94	-	1,362	807	901
Leasehold improvements	1,629	-	-	1,629	1,629	-	-	1,629	-	-
Equipment & appliances	7,135	404	9	7,530	3,074	499	-	3,573	3,957	4,061
Electric installation	3,520	-	-	3,520	1,261	167	-	1,428	2,092	2,259
Vehicles	3,631	-	-	3,631	744	345	-	1,089	2,542	2,887
Total	177,764	2,428	9	180,183	63,014	7,051	-	70,065	110,118	114,750
Previous Year	174,866	4,423	1,525	177,764	56,814	7,144	944	63,014	114,750	118,052

Note :- Freehold land amounting to Rs.328 thousand (Previous Year Rs.2.072 thousand) is pending registration in the name of the Company.

Schedule 5: Intangible Assets

(Amount in Rs.'000)

Particulars	Gross Block				Amortisation				Net Block	
	As at 01.04.2008	Additions during the year	Withdrawal/ Adjustments	As at 31.03.2009	As at 01.04.2008	For the year	Withdrawal/ Adjustments	As at 31.03.2009	As at 31.03.2009	As at 31.3.2008
Licence fees	93,837	-	-	93,837	93,837	-	-	93,837	-	-
Total	93,837	-	-	93,837	93,837	-	-	93,837	-	-
Previous Year	93,837	-	-	93,837	51,283	42,554	-	93,837	-	42,554

SCHEDULES ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009

(Amount in Rs.' 000)

Particulars	As at 31st March, 2009	As at 31st March, 2008
Schedule 6: Inventories		
Stores and spares	5,238	3,899
TECHNITUBER® seed*	18,538	19,913
Field Generated Seed Potatoes**	307,082	214,261
Standing Crop***	736	-
	331,594	238,073
Includes borrowing cost (Amount Rs.in thousand)		
* Rs.11 (Previous year Rs.76)		
** Rs. 270 (Previous year Rs.1757)		
*** Rs.1 (Previous year Rs.Nil)		
Schedule 7: Sundry debtors		
Debts outstanding for a period exceeding six months		
Unsecured, considered good	-	-
Considered doubtful	1,031	1,362
	1,031	1,362
Other debts		
Unsecured, considered good	5,097	6,529
Considered doubtful	4,947	1,293
	10,044	7,822
	11,075	9,184
Less: Provision for doubtful debts	5,978	2,655
	5,097	6,529
Schedule 8: Cash and bank balances		
Cash in hand	45	103
Balances with scheduled banks:		
On current accounts	1,694	1,187
On fixed deposit	10	10
(Fixed deposits of Rs.10 thousand is pledged with sales tax authorities)		
	1,749	1,300
Schedule 9: Loans and advances		
(Unsecured,considered good)		
Advances recoverable in cash or kind or for value to be received	2,811	1,422
Tax deducted at source/Advance FBT	605	218
Deposits	2,482	1,724
	5,898	3,364

SCHEDULES ANNEXED TO & FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009

(Amount in Rs.'000)

Particulars	As at 31st March, 2009	As at 31st March, 2008
Schedule 10: Current liabilities		
Sundry creditors		
- Total outstanding dues of Micro and Small Enterprises**	-	-
- Total outstanding dues to creditors other than Micro and Small Enterprises	96,622	45,867
Advance received from customers	22,734	11,640
Deposit from contract growers and others	250	275
Other liabilities	667	879
	120,273	58,661
* *Refer Schedule 18 note no. 10(d)		
Schedule 11: Provisions		
Provision for Leave encashment	1,223	696
Provision for gratuity	11	-
Provision for Fringe benefit tax	-	57
Provision for Export claims*	-	-
	1,234	753
* Provision for export claims		
Balance at the beginning of the year	-	5,593
Additions during the year	-	-
Provision written back	-	5,593
Balance at the end of the year	-	-
Schedule 12: Miscellaneous expenditure (to the extent not written off)		
Preliminary Expenses		
Opening Balance	-	-
Less- Written off during the Year	-	-
Balance carried forward	-	-
Deferred Revenue Expenses		
Opening Balance	-	-
Less- Written off during the Year	-	-
Balance carried forward	-	-
Upfront Fees Paid to a Bank		
Opening Balance	-	4,884
Less- Written off during the Year	-	4,884
Balance carried forward	-	-

**SCHEDULES ANNEXED TO & FORMING PART OF THE PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2009**

Particulars	(Amount in Rs.'000)	
	Year ended 31st March, 2009	Year ended 31st March, 2008
Schedule 13 Other income		
Interest on fixed deposits	-	663
[Gross tax deducted at source Rs. Nil (Previous Year Rs.148 thousand)]		
Exchange difference (net)	2,640	-
Profit on sale of assets	-	22
Excess Provision written back	7,755	9,473
Dividend Income from short term investments	1,999	1,572
Rental income	978	-
Miscellaneous income	2,399	2,728
	15,771	14,458
Schedule 14: Increase/ (Decrease) in stock		
Opening Stock		
TECHNITUBER® seed	19,913	22,988
Field Generated Seed Potatoes	214,261	164,128
Standing crop	-	2,509
	234,174	189,625
Less: Closing Stock		
TECHNITUBER® seed	18,538	19,913
Field Generated Seed Potatoes	307,082	214,261
Standing crop	736	-
	326,356	234,174
Increase/ (Decrease) in stock	92,182	44,549

**SCHEDULES ANNEXED TO & FORMING PART OF THE PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2009**

Particulars	(Amount in Rs.'000)	
	Year ended March 31, 2009	Year ended March 31, 2008
Schedule 15 : Personnel Expenses		
Salaries, wages, bonus and other allowances	13,055	11,407
Contribution to provident and other funds	729	597
Gratuity expense	78	(54)
Workmen and staff welfare expenses	1,979	1,552
	15,841	13,502
Schedule 16: Production and other expenses		
Cost of plantlets consumed	20	5
Stores and packing material consumed	26,137	19,025
Chemicals and fertilisers consumed	1,897	791
Power and fuel	8,233	8,345
Purchase seed potato	-	2,915
Seed farming charges	179,412	122,890
Hire charges equipment	-	-
Farm wages	-	-
Land management charges (Net)	771	470
Grading charges	5,996	3,883
Contract labour	4,749	3,471
Facility support service	-	-
Freight and cartage	32,358	14,482
Consultancy and retainership	-	-
Travelling	5,409	4,211
Insurance	861	811
Rent	40,456	27,137
Rates and taxes	332	306
Repair and maintenance:		
Building	69	180
Plant and machinery	1,935	2,580
Others	805	1,965
Vehicle running and maintenance	-	-
Loss on assets sold/ written off	-	-
Preliminary expenses written off	-	-
Deferred revenue expenses written off	-	-
Auditors' remuneration:		
Audit fee	386	393
Tax audit fee	110	112
Out of pocket expenses	120	17
Claims and rebate to customers	-	-
Exchange difference (net)	-	-
Provision for doubtful debts	-	-
Bad & Doubtful Debts	4,960	1,298
Marketing Services Fees	3,149	-
Miscellaneous expenses	10,041	9,342
	328,206	224,629
Schedule 17: Financial expenses		
Interest on:		
Term loans	-	5,517
Others	2,470	4,893
Bank charges	192	788
Upfront fee written off	-	4,884
Guarantee commission	-	363
Exchange difference (net)	-	1,005
	2,662	17,450

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1. Nature of Operations

The Company is in the business of producing and selling TECHNITUBER® seed and Field Generated Seed Potatoes. The Company's production process comprises TECHNITUBER® seed (i.e. G-0) and Field Generated Seed Potatoes which can itself have several stages like G-1, G-2 and so on. During the G-0 stage, the TECHNITUBER® seed are produced under a controlled environment in the nurseries maintained at the facility premises. The TECHNITUBER® seed produced in the G-0 stage are taken for field plantation for further production of next stage i.e. G-1, which is again taken for subsequent production for another generation and so on depending on the production and sales strategy.

2. Statement of Significant Accounting Policies

a) Basis of Preparation

The financial statements have been prepared to comply in all material respects with the notified accounting standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

c) Fixed Assets

Fixed Assets are stated at historical cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

d) Depreciation

Depreciation on Fixed Assets, except for Leasehold Improvements and part of Plant and Machinery used in field operations, is provided on straight-line method at the rates prescribed in Schedule XIV to the Companies Act, 1956 which are not lower than rates based on estimated useful lives of the respective assets. Leasehold Improvements are depreciated over the period of Primary lease and part of Plant and Machinery used in field operations is depreciated over five years which is determined based on technical evaluation.

Assets	Rates (SLM)	Rates Schedule XIV
Buildings	1.63% - 3.34%	1.63% - 3.34%
Electric Installation	4.75%	4.75%
Plant and Machinery	4.75% - 20%	4.75%
Equipment and Appliances	4.75% - 16.21%	4.75% - 16.21%
Furniture and Fittings	6.33%	6.33%
Vehicles	9.5%	9.5%
Leasehold Improvements	Over the Primary Lease Period	-

All assets costing Rs.5,000 or below are fully depreciated in the year of addition.

e) Intangible assets

Intangibles include TECHNITUBER® technology of the company and are considered to have finite lives. Intangible are amortised over the useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. If benefit is no longer expected to be received, the asset will be written down to its net realisable value.

f) Impairment of Assets

(i) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

(ii) After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd..)

- g) Inventories**
Inventories are valued as follows:
- (i) Stores & Spares**
At cost, arrived at on FIFO basis or net realizable value whichever is lower.
- (ii) Standing Crops, TECHNITUBER® Seed and Field Generated Seed Potatoes**
At cost or net realizable value whichever is lower. Cost for this purpose includes all direct costs incurred up to the stage of production of the respective inventories. Borrowing costs relating to generation of TECHNITUBER® seed and Field Generated Seed Potatoes which takes substantial period of time to get ready for sale are also included to the extent they relate to the period till such stock are ready for sale.
- h) Foreign Currency Transactions**
- (i) Initial Recognition**
Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.
- (ii) Conversion**
Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency, are reported using the exchange rates that existed when the values were determined.
- (iii) Exchange Differences**
Exchange differences arising on the settlement of monetary items or on reporting monetary items of the company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise except those arising from investments in non-integral operations.
- i) Investment**
Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.
- j) Revenue Recognition**
Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (i) Sale of Goods**
Revenue from sale of goods is recognized on transfer of risks and rewards which, coincides with the dispatch of goods to the customers.
- (ii) Interest**
Revenue from interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (iii) Dividend**
Revenue from dividend is recognised when the shareholders' right to receive payment is established by the balance sheet date.
- (iv) Rental Income**
Rental income is recognised in the Profit and Loss Account as per lease terms.
- k) Retirement Benefits**
- (i)** Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective trusts.
- (ii)** Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
The Company has taken a Policy with Life Insurance Corporation of India (LIC) to cover the gratuity liability of the employees and the premium paid to LIC is charged to Profit & Loss Account. The difference between the actuarial valuation of the gratuity of employees at the year-end and the contribution paid to LIC is further adjusted in the books of accounts.
- (iii)** Provision for liability towards leave encashment of employees is made on the basis of actuarial valuation made at the end of each financial year. The actuarial valuation is done as per projected unit credit method.
- (iv)** Actuarial gains/losses are immediately charged off to profit and loss account and are not deferred.

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd)

l) **Income Tax**

Tax expense comprises of current, deferred and fringe benefit tax. Current income tax and fringe benefit tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the company has unabsorbed depreciation or carry forward tax losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

m) **Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account over the lease term.

n) **Earning Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

o) **Provisions**

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

p) **Cash and Cash equivalents**

Cash and cash equivalents in the cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

q) **Identification of Segments**

(i) Primary segment- Business Segment

The Company's Operations predominantly comprise of only one segment i.e. Seed Potatoes. In view of the same, separate segmental information is not required to be given as per the requirements of Accounting Standard 17.

(ii) Secondary Segment- Geographical Segment

The analysis of geographical segment is based on the geographical location of the customers. The geographical segments considered for disclosure are as follows:

Revenue from domestic market includes sales to customers located within India.

Revenue from overseas market includes sales to customers located outside India.

3. **Notes on Accounts**

1. For the purpose of valuation of stock of TECHNITUBER® seed and Field Generated Seed Potatoes lying at various stages, net realizable value has been arrived at considering the expected yield, costs to be incurred in converting such stock into saleable condition and the selling price of the saleable product, based on technical and commercial estimates made by the management.

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd..)

2. Segment Reporting

Geographical segment wise revenue

(Rs. in '000)

S. No.	Particulars	2008-09	2007-08
(a)	Revenue from Domestic Market	241,035	287,192
(b)	Revenue from Overseas Market	35,574	21,210
	Total	276,609	308,402

Geographical segment wise receivables (Gross) :

(Rs. in '000)

S. No.	Particulars	2008-09	2007-08
(a)	Receivable from Domestic Market	9,364	4,813
(b)	Receivable from Overseas Market	1,711	4,371
	Total	11,075	9,184

The Company has common assets for producing goods for domestic markets and overseas markets. Hence, separate figures for assets/addition to fixed assets can not be furnished.

3. Related Party Disclosures

(i) The list of related parties as identified by the management is as under:

Name of the Party	Relationship
Technico Pty Limited Australia (TPL)	Holding Company
Chambal Fertilisers & Chemicals Ltd.(CFCL)	Ultimate Holding Company from 1 st October, 2004 to 17 th August, 2007.
ITC Limited (ITC)	Ultimate holding company from 17 th August, 2007.
Chambal Biotech Private Limited, Singapore	Holding Company of Technico Pty Ltd., Australia from 13 th May, 2004 to 17 th August, 2007
Russell Credit Limited (RCL)	Parent entity of Technico Pty Ltd. from 17 th August, 2007.
Technico Asia Holdings Pty Limited, Australia	Fellow Subsidiary
Technico Horticultural (Kunming) Company Limited, China	Fellow Subsidiary
Technico ISC Pty Limited, Australia.	Fellow Subsidiary
Technico Technologies Inc., Canada.	Fellow Subsidiary
Mr. David Charles McDonald	Director
Mr. Sachidanand Madan	Director
Mr. Surampudi Sivakumar	Director
Mr.Arup K Mukerji	Director
Mr. Bhargavan Sumant	Director

(ii) The following transactions were carried out with the related parties and the balances of these related parties as at March 31, 2009 for the period then ended are presented herein below:

(Rs. in '000)

Particulars	Ultimate Holding Company	Holding Company
Guarantee Commission (CFCL)	- (363)	- (-)
Accounts Payable (CFCL)	- (-)	- (-)
Expenses Reimbursed (CFCL)	- (1,056)	- (-)
Sale of Seed Potatoes (ITC)	9,415 (1,730)	- (-)
Rental income (ITC)	978 (-)	- (-)
Service Received (ITC)	- (465)	- (-)
Expenses Reimbursed (ITC)	19 (164)	- (-)

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

3. Related Party Disclosures (Contd..)

Expenses Recovered (ITC)	188 (47)	- (-)
Marketing Service Fees (TPL)	- (-)	3,520 (-)
Loan from Body Corporate (RCL)	- (-)	- (120,000)
Loan Outstanding (RCL)	- (-)	120,000 (120,000)
Accounts receivable (ITC)	1 (102)	- (-)
Other receivable (ITC)	1,048 (-)	- (-)
Accounts Payable (TPL)	- (-)	74 (-)

Previous Year figures are given in the brackets.

4. Earnings per Share (EPS)

S. No.	Particulars	2008-09	2007-08
(c)	Total equity shares outstanding at the beginning and end of the year Rs.10 (previous year Rs.10) paid up on each share		
	No. of Shares	37,962,800	37,962,800
	Paid up Value (Rs.'000)	379,628	379,628
	Equivalent no. of Shares of Rs.10	37,962,800	37,962,800
(b)	Weighted average number of equity shares outstanding during the year.	37,962,800	37,962,800
(e)	Net Profit/(Loss) (Rs.'000)	30,221	61,498
(f)	Basic earnings per share (Rs.)	0.80	1.62
(g)	Diluted earnings per share (Rs.)	0.80	1.62

5. The following investments were purchased and sold:

Year 2008-09

- 1,000,000 units of Rs.10 each of JM Fixed Maturity Fund Series - Dividend Plan
- 999,530 units of Rs.10 each of JM Money Manager Fund - Daily Dividend
- 2,997,332 units of Rs.10 each of JP Morgan India Liquid Plus Fund - Daily Dividend
- 1,000,000 units of Rs.10 each of ICICI Prudential FMP Series 47- Dividend
- 1,418,641 units of Rs.10 each of ICICI Prudential Flexible Income Plan - Daily Dividend
- 4,000,000 units of Rs.10 each of SBI Debt Funds Series – Dividend
- 1,893,260 units of Rs.10 each of Tata Floater Fund- Daily Dividend
- 1,899,525 units of Rs.10 each of Fidelity Liquid Plus Fund - Daily Dividend
- 329,674 units of Rs.10 each of AIG India Treasury Fund - Daily Dividend
- 998,502 units of Rs.10 each of IDFC Money Manager Fund- Daily Dividend
- 9,401,677 units of Rs.10 each of HDFC Cash Management Fund- Daily Dividend

Year 2007-08

- 34,93,014 units of Rs.10 each of Principal Liquid Plus Fund - Dividend
- 75,01,584 units of Rs.10 each of Principle Floating Rate Fund FMP - Dividend
- 50,00,000 units of Rs.10 each of Lotus India Quarterly Interval Fund - Dividend
- 20,15,508 units of Rs.10 each of Canara Robecco Liquid Plus Institutional Fund – Dividend
- 9,45,761 units of Rs.10 each of ICICI Prudential Flexible Income Plan Fund – Dividend
- 39,87,599 units of Rs.10 each of Kotak Flexi Debt Scheme – Dividend

6. In accordance with Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, on conservative basis, deferred tax assets have not been accounted for in the books of accounts, since the estimation of future taxable profits can not be made with virtual certainty against which such Deferred Tax Assets would be realised.

7. Estimated amount of contracts remaining to be executed on capital account and not provided for Rs.57 thousands (Previous Year Rs. Nil)

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd..)

8. Gratuity and Leave Encashment benefit plans:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy. Every employee is eligible for 30 days of earned leave each year.

The liability is provided as per actuarial valuation.

The following table summarises the components of net benefit expense recognised in the profit and loss account, the funded status and amounts recognised in the balance sheet for the Gratuity and Leave encashment.

Profit and Loss account

Net employee benefit expense (recognised in Employee Cost)

(Rs. in '000)

Particulars	2008-09		2007-08	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current service cost	245	92	238	67
Interest cost on benefit obligation	52	49	29	39
Expected return on plan assets	(60)	-	(59)	-
Net actuarial (gain)/ loss recognised in the year	(159)	386	128	142
Past service cost		-	(390)	-
Net benefit expense	78	527	(54)	248
Actual return on plan assets	-	-	-	-

Balance Sheet

Details of Provision for Gratuity and Leave Encashment

(Rs. in '000)

Particulars	2008-09		2007-08	
	Gratuity	Leave Encashment	Gratuity	Leave encashment
Defined benefit obligation	(790)	(1,223)	(746)	(696)
Fair value of plan assets	779	-	813	-
Less: Un-recognized past service cost	-	-	-	-
Plan asset / (liability)	(11)	(1,223)	67	(696)

Changes in the present value of the defined benefit obligation are as follows:

(Rs. in '000)

Particulars	2008-09		2007-08	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening defined benefit obligation	746	696	369	522
Interest cost	52	49	29	39
Current service cost	245	92	238	67
Benefits paid	-	-	(17)	(74)
Actuarial (gains)/ losses on obligation	(253)	386	127	142
Closing defined benefit obligation	790	1,223	746	696

Changes in the fair value of plan assets are as follows:

(Rs. in '000)

Particulars	2008-09		2007-08	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening fair value of plan assets	813	-	759	-
Expected return	60	-	59	-
Contributions by employer	-	-	14	74
Benefits paid	-	-	(17)	(74)
Actuarial gains / (losses)	(94)	-	(2)	-
Closing fair value of plan assets	779	-	813	-

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd..)

The Company expects to contribute Rs 583 (Previous year Rs 125) thousands to gratuity fund in 2009-10.

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Particulars	2008-09	2007-08
Investments with insurer	100%	100%

The principal assumptions are the discount rate & salary increase. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of liabilities & the salary increase takes in to account of inflation, seniority, promotion and other relevant factors on long term basis.

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

Particulars	2008-09 (In %)	2007-08 (In %)
Discount rate	7.00	7.50
Expected rate of return on plan assets	7.50	7.50

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

9. Particulars of Un-hedged Foreign Currency Exposure

(Amount in '000)

Particulars	Currency	2008-2009	2007-2008
Creditors	US\$	1.43	-
	INR	73.51	-
Debtors	US\$	33.70	110.10
	INR	1,711	4,371

10. Supplementary Statutory Information

a) Earnings in foreign currency

(Rs. in '000)

Particulars	2008-09	2007-08
FOB value of Exports	35,574	21,210

b) Expenditure in foreign currency

(Rs. in '000)

Particulars	2008-09	2007-08
Travelling	26	21
Testing Charges	161	174
Marketing Service Fees	3,149	-

c) Value of imports calculated on CIF basis

(Rs. in '000)

Particulars	2008-09	2007-08
Capital Goods	-	32

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006 (Contd..)

d) Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006

S. No.	Particulars	2008-09	2007-08
a)	the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year	-	-
b)	the amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c)	the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	-	-
d)	the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
e)	the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	-	-

11. Additional information pursuant to the provisions of Part II of Schedule VI to the Companies Act, 1956.

a) Particulars regarding Production, Sales and Stock

Particulars	2008-09		2007-08	
	Quantity	Value	Quantity	Value
Production				
TECHNITUBER® Seed (qty. in '000 Nos.)	12,809	-	11,125	-
Field Generated Seed Potatoes (qty. in MT)	47,855	-	34,463	-
Purchase				
TECHNITUBER® Seed (qty. in '000 Nos.)	-	-	-	-
Field Generated Seed Potatoes (qty. in MT)	-	-	908	2,915
Internal Consumption				
TECHNITUBER® Seed (qty. in '000 Nos.)	4,723	-	3,084	-
Field Generated Seed Potatoes (qty. in MT)	8,129	-	7,091	-
Losses/ Shortages/ Discarded Seed				
TECHNITUBER® Seed (qty. in '000 Nos.)	1,338	-	4,147	-
Field Generated Seed Potatoes (qty. in MT)	1,643	-	779	-
Sales				
TECHNITUBER® Seed (qty. in '000 Nos.)	5,355	36,947	4,086	27,767
Field Generated Seed Potatoes (qty. in MT)	26,292	239,662	14,581	280,635
Opening Stock				
TECHNITUBER® Seed (qty. in '000 Nos.)	7,048	19,913	7,240	22,988
Field Generated Seed Potatoes (qty. in MT)	33,381	214,261	20,461	164,128
Standing crops	-	-	-	2,509
Closing Stock				
TECHNITUBER® Seed (qty. in '000 Nos.)	8,441	18,538	7,048	19,913
Field Generated Seed Potatoes (qty. in MT)	45,172	307,082	33,381	214,261
Standing crops		736		Nil

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

SCHEDULE-18 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS (Contd..)

b) Consumption of raw material

(Rs. in '000)

Particulars	2008-09	%	2007-08	%
Imported	-	-	-	-
Indigenous	1,917	100.00	796	100.00
Total	1,917	100.00	796	100.00

c) Consumption of stores and spares

(Rs. in '000)

Particulars	2008-09	%	2007-08	%
Imported	-	-	-	-
Indigenous	26,137	100.00	19,025	100.00
Total	26,137	100.00	19,025	100.00

12. Previous years' figures has been regrouped and/or rearranged wherever necessary to make their classification comparable with that of the current year.

For S.R. Batliboi & Co.
Chartered Accountants

For and on behalf of the Board of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited)

per Manoj Gupta
Partner
Membership No.: 83906

Arup K Mukerji
Director

Sachidanand Madan
Director

Sanjeev Madan
General Manager
(Finance)

V.K Jain
Company Secretary

Place: Gurgaon
Date : 24 April 2009

Place: Hyderabad
Date : 24 April 2009

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I	Registration No.	98,646
	State Code	55
	Balance Sheet Date	March 31,2009
		(Rs. '000')
II	Capital raised during the year	
	Public issue	-
	Right issue	-
	Bonus issue	-
	Private placement	-
III	Position of mobilization and deployment of funds	
	Total liabilities	539,240
	Total assets	539,240
	Source of funds	
	Paid up capital	379,628
	Reserve & Surplus	-
	Secured loans	39,612
	Unsecured loans	120,000
	Application of funds	
	Net fixed assets	110,118
	Intangible assets	-
	Capital work in progress	-
	Capital advances	108
	Net current assets	222,831
	Misc expenditure	-
	Profit & Loss Account	206,183

TECHNICO AGRI SCIENCES LIMITED (FORMERLY KNOWN AS CHAMBAL AGRITECH LIMITED)

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE (Contd..)

IV Performance of the Company		
Turnover (including other income)		292,380
Total expenditure		261,578
Total Profit / (loss) before tax		30,802
Profit / (loss) after tax		30,221
Earning per equity share (in Rs.)	- Basic	0.80
	- Diluted	0.80
Dividend rate percentage		
- Equity shares		N/A

For and on behalf of the Board of Directors of Technico Agri Sciences Limited (Formerly known as Chambal Agritech Limited)

Arup K Mukerji
Director

Sachidanand Madan
Director

Sanjeev Madan
General Manager
(Finance)

V.K Jain
Company Secretary

Place : Hyderabad
Dated : 24 April 2009