DIRECTORS' REPORT

TO THE MEMBERS OF WIMCO LIMITED

Your Directors present their report for the financial year ended 31st March 2011.

Company Performance

Your Company's turnover, which stood at ₹ 192.19 crores has seen a decline by 10% as compared to last year primarily on account of lower volumes in the Matches business. During the year under review, the Company incurred a net loss of ₹ 59.65 crores after taking into account a one-time cost of ₹ 37.46 crores, inter alia, for restructuring of the Company's operations at Chennai and Ambarnath.

The income from Matches business for the year has decreased by 10% to ₹ 184.78 crores from ₹ 205.85 crores earned in the previous year. Your Company is facing challenge in its main business of Matches due to steep rise in input costs on one hand and growing competition from small scale and cottage sector on the other hand. Your Company, with a view to making its Matches business viable, restructured its operations in the Matches Factories at Chennai and Ambarnath. Alternative arrangements have been put in place to ensure continued supplies of Company's products in the market.

The income from the engineering business during the year was ₹ 14.04 crores as compared to ₹ 14.36 crores in the previous year. Your Company is working towards increasing its value capture through continuous product development in packaging machinery. This business is poised for growth through new customer acquisitions, both in the domestic and overseas market.

The income from the seedling business during the year was ₹ 9.76 crores as against ₹ 9.33 crores in the previous year. The Agro Forestry business of your Company is supplying high quality poplar ETPs (Entire Transplants) to farmers in Northern India. Apart from creating a long-term sustainable supply of a critical raw material, your Company's strategy of creating sustainable and meaningful linkages across the farmer community is helping us to contribute towards improving the green environment in the region.

The initiatives taken by your Company during the year to restructure its operations, coupled with the possibility of alternative usage of land now rendered surplus, are expected to yield positive results in the years to come. In furtherance of the objective of restructuring, the Company is also exploring the possibility of raising further funds.

Dividend

In view of the losses incurred during the year, your Directors are unable to recommend any dividend. Further, the 5% Dividend on the outstanding 55,00,000 Redeemable Cumulative Preference Shares of the Company has been kept in abeyance.

Directors

Mr. Rajeev Gopal ceased to be the Managing Director of your Company with effect from 30th December, 2010 consequent to withdrawal of nomination by the Holding Company i.e. Russell Credit Limited (RCL). Pursuant to nomination by RCL, the Board of Directors (the Board) of your Company appointed Mr. V. M. Rajasekharan as Additional Director and Managing Director of the Company with effect from 7th January, 2011. By virtue of the provisions of Section 260 of the Companies Act, 1956, Mr. Rajasekharan will vacate his office at the ensuing Annual General Meeting of the Company. Your Board has recommended for the approval of the Members the appointment of Mr. Rajasekharan as Managing Director of your Company for a period of three years with effect from the date of the ensuing Annual General Meeting of the Company. Appropriate resolution seeking the approval of the Members to such appointment is appearing in the Notice convening the ensuing Annual General Meeting of the Company.

In accordance with the provisions of Article 131, 132 and 133 of the Articles of Association of the Company, Mr. R. L. Auddy and Mr. Dipak Dutta will retire by rotation at the ensuing Annual General Meeting of the Company and, being eligible, offer themselves for re-election. The Board has recommended their re-election.

Redemption and Issue of Preference Shares

Pursuant to the approval of the members at the last Annual General Meeting, 50,00,000 Zero Dividend Redeemable Cumulative Preference Shares of ₹ 100 each, aggregating ₹ 50 crores, were issued for cash at par to RCL.

Further, the redemption date of 30,00,000 5% Redeemable Cumulative Preference Shares of ₹ 100 each, aggregating ₹ 30 crores, held by RCL in the Company was extended from 15th March, 2011 to 15th March, 2012, after receiving consent from RCL.

Directors' Responsibility Statement

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

(i) in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and no significant departures have been made from the same;

(ii) appropriate accounting policies have been selected and applied consistently and judgments and estimates that have been made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2011 and of the loss of the Company for that period;

(iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and

(iv) the Annual Accounts have been prepared on a going concern basis.

Auditors

The Company's Auditors, M/s BSR & Co., retire at the ensuing Annual General Meeting, and, being eligible, offer themselves for re-appointment. The Board has recommended their re-appointment.

Subsidiaries

Particulars as required under Section 212 of the Companies Act, 1956 in respect of the subsidiaries of the Company viz. Pavan Poplar Limited and Prag Agro Farm Limited, have been attached to the Accounts of the Company.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

A) Conservation of Energy

The particulars in Form A regarding conservation of energy are not provided as the activity of the Company does not fall under the list of industries specified in the Schedule annexed to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

B) Technology Absorption

Investment made in upgraded match manufacturing machinery have benefited the Company in waste reduction and enhancement of process efficiency and product consistency.

During the year, the Company's expenditure on Research and Development was ₹ 21.35 lacs.

C) Foreign Exchange Earnings and Outgo

During the year, the Company earned foreign exchange of ₹ 277.50 lacs. The total outflow on account of foreign exchange was ₹ 820.96 lacs.

Employees

The relations between the Company and its employees have generally been cordial and harmonious during the year under review. The operations at the Company's Kolkata Factory has been suspended due to industrial unrest with effect from 29th April, 2011.

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

Acknowledgement

The Board acknowledges the understanding and support of the government, investors, banks, distributors, customers, suppliers and business associates and the dedication and hard work of its employees.

For and on behalf of the Board

Kolkata — K.N. Grant

3rd May 2011 — *Chairman*

AUDITORS' REPORT

TO THE MEMBERS OF WIMCO LIMITED

We have audited the attached balance sheet of Wimco Limited ('the Company') as at 31 March 2011 and the related profit and loss account and 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.

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.

1. As required by the Companies (Auditor's Report) Order, 2003 ('the Order'), issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, ('the Act') we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

2. Further to our comments in the Annexure referred to above, 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, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;

d) 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 211of the Act;

e) On the basis of written representations received from directors of the Company as at 31 March 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31 March 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act; and

f) 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

i) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2011;

ii) in the case of the profit and loss account, of the loss of the Company for the year ended on that date; and

iii) in the case of the cash flow statement, of the cash flows of the Company for the year ended on that date.

For BSR & Co.
Chartered Accountants
Firm's Registration No. : 101248W

Bhavesh Dhupelia
Partner
Membership No. : 042070

Kolkata
3rd May 2011

ANNEXURE TO THE AUDITORS' REPORT - 31 MARCH 2011

(Referred to in our report of even date)

(i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain fixed assets were physically verified during the year and no material discrepancies were noted on such verification.

(c) Fixed assets disposed off during the year were not substantial and, therefore, do not affect the going concem assumption.

(ii) (a) The inventory, except goods-in-transit and stocks lying with third parties, has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. For stocks lying with third parties at year-end, written confirmations have been obtained.

(b) The procedures for the physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.

(iii) According to the information and explanations given to us, we are of the opinion that there are no companies, firms or other parties covered in the register required under Section 301 of the Act. Accordingly, paragraph 4(iii) of the Order is not applicable.

(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 with regard to purchase of inventory and fixed assets and with regard to the sale of goods and services. We have not observed any major weakness in the internal control system during the course of the audit.

(v) In our opinion, and according to the information and explanations given to us, there are no contracts and arrangements the particulars of which need to be entered into the register maintained under Section 301of the Act.

(vi) The Company has not accepted any deposits from the public.

(vii) In our opinion, the Company has an intemal audit system commensurate with the size and nature of its business.

(viii) We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Govemment for maintenance of cost records under Section 209(1)(d) of the Act in respect of generation of electricity from wind power and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth tax, Service tax, Customs Duty, Excise Duty, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Investor Education and Protection Fund.

There were no dues on account of cess under Section 441A of the Act since the date from which the aforesaid section comes into force has not yet been notified by the Central Government.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs Duty, Excise Duty, Cess and other material statutory dues were in arrears as at 31 March 2011 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of Wealth-tax, Service tax, Customs Duty and Cess which have not been deposited with the appropriate authorities on account of any disputes.

According to the information and explanations given to us, the following statutory dues have not been deposited by the Company on account of disputes:

Name of the Statute	Nature of the Dues	Amount (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending
The Central Excise Act, 1944	Excise Duty	48.51	2006-2008	Additional Commissioner - Excise, Kolkata III
Uttar Pradesh Sales Tax Act, 1948	Sales tax	1.32	1977-1978	Member, Tribunal Trade Tax, Bareilly
		0.14	1996-1997	
Uttar Pradesh Sales Tax Act, 1948	Sales tax	0.75	2000-2004	High Court, Allahabad
Central Sales Tax Act, 1956	Sales tax	272.68	2005-2006	Appellate Authority, Kolkata
Income-Tax Act, 1961	Income-tax	39.65	2002-2003	Commissioner of Income Tax (Appeal), Mumbai
		365.23	2007-2008	Commissioner of Income Tax (Appeal), Mumbai
		313.36	2008-2009	Commissioner of Income Tax (Appeal), Mumbai

(x) The accumulated losses of the Company at the end of the financial year are less than fifty percent of its net wroth. *However, it has incurred cash losses in the financial year as well as in the immediately preceding financial year.*

(xi) The Company did not have any outstanding dues to any banker, financial institution or debentureholders during the year.

(xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) In our opinion and according to the information and explanations given to us, the Company is not a chit fund or a nidhi/mutual benefit fund/society.

(xiv) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.

(xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks 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 are of the opinion that the funds raised on short-term basis have not been used for long-term investment.

(xviii) As stated in paragraph (iii) above, there are no companies/firms/parties covered in the register required to be maintained under Section 301 of the Act.

(xix) The Company did not have any outstanding debentures during the year.

(xx) The Company has not raised any money by public issues during the year.

(xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For BSR & Co.
Chartered Accountants
Firm's Registration No. : 101248W

Bhavesh Dhupelia
Partner
Membership No. : 042070

Kolkata
3rd May 2011

BALANCE SHEET AS AT 31ST MARCH, 2011

	Schedule	31st March, 2011 (₹ in Lacs)		31st March, 2010 (₹ in Lacs)	
SOURCES OF FUNDS :					
Shareholders' Funds :					
Share Capital	1	11,442.30		6,442.30	
Reserves & Surplus	2	5,132.03		5,678.10	
			16,574.33		12,120.40
Loan Funds :					
Unsecured Loans	3	1,303.29		315.27	
			1,303.29		315.27
TOTAL			17,877.62		12,435.67
APPLICATION OF FUNDS :					
Fixed Assets :	4				
Gross Block		27,316.38		22,496.54	
Less : Accumulated Depreciation		11,190.57		10,680.26	
Provision for Impairment		414.35		414.35	
Net Block		15,711.46		11,401.93	
Capital Work-In-Progress		104.99		210.71	
			15,816.45		11,612.64
Investments	5		599.10		599.10
Deferred Tax Asset (Net)	6		—		—
Current Assets, Loans & Advances :					
Plantation Work-In-Progress		204.77		210.55	
Inventories	7	2,931.65		3,290.89	
Sundry Debtors	8	329.84		207.83	
Cash and Bank Balances	9	60.71		51.60	
Loans and Advances	10	2,836.28		2,561.88	
		6,363.25		6,322.75	
Less : Current Liabilities and Provisions :	11				
Current Liabilities		5,390.30		5,882.82	
Provisions		342.98		216.00	
		5,733.28		6,098.82	
Net Current Assets			629.97		223.93
Profit and Loss Account		7,367.07		1,402.03	
Less : Adjusted against General Reserve (As per contra in Schedule 2)		6,534.97	832.10	1,402.03	—
TOTAL			17,877.62		12,435.67
Notes to the Accounts	18				
Segment Information	19				
Related Party Disclosure	20				
Significant Accounting Policies	21				

The Schedules referred to above and the annexed notes form an integral part of the Accounts.
This is the Balance Sheet referred to in our report of even date.

For BSR & Co.
Chartered Accountants
Firm's Registration No.: 101248W

Bhavesh Dhupelia
Partner
Membership No. 042070

Kolkata, 3rd May 2011

For and on behalf of the Board

K. N. Grant — *Chairman*
V. M. Rajasekharan — *Managing Director*
S. K. Sipani — *Head - Finance & Company Secretary*

Kolkata, 3rd May 2011

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

	Schedule		For the year ended 31st March, 2011 (₹ in Lacs)		For the year ended 31st March, 2010 (₹ in Lacs)
INCOME					
Sales and Services	12	20,857.78		22,954.32	
Less : Excise Duty		1,638.60	19,219.18	1,642.12	21,312.20
Other Income	13		253.58		1,323.43
			19,472.76		22,635.63
EXPENDITURE					
Cost of Trading Products Sold			1,888.20		1,080.86
Cost of Seeds			7.34		5.45
Raw Materials Consumed			11,476.53		13,187.00
Decrease in Stocks	14		69.33		1,132.54
Employee Costs	15		3,244.42		3,489.83
Other Costs	16		4,436.24		4,883.87
Interest	17		55.28		(15.18)
Depreciation	4		514.00		495.21
			21,691.34		24,259.58
(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAXATION			(2,218.58)		(1,623.95)
Exceptional Item (See Note 4 of Schedule 18) :			3,746.46		—
(LOSS) BEFORE TAXATION			(5,965.04)		(1,623.95)
Income Tax Expenses			—		—
(LOSS) AFTER TAXATION			(5,965.04)		(1,623.95)
(Loss) / Profit Brought Forward			(1,402.03)		221.92
Balance Carried to Balance Sheet			(7,367.07)		(1,402.03)
Earnings per share (₹) - Basic and Diluted (See Note 13 of Schedule 18)			(6.67)		(2.06)
Face Value (₹)			1.00		1.00
Notes to the Accounts	18				
Segment Information	19				
Related Party Disclosure	20				
Significant Accounting Policies	21				

The Schedules referred to above and the annexed notes form an integral part of the Accounts.
This is the Profit and Loss Account referred to in our report of even date.

For BSR & Co.
Chartered Accountants
Firm's Registration No.: 101248W

Bhavesh Dhupelia
Partner
Membership No. 042070

Kolkata, 3rd May 2011

For and on behalf of the Board

K. N. Grant — *Chairman*
V. M. Rajasekharan — *Managing Director*
S. K. Sipani — *Head - Finance & Company Secretary*

Kolkata, 3rd May 2011

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

		For the year ended 31st March, 2011 (₹ in Lacs)		For the year ended 31st March, 2010 (₹ in Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES :				
(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAXATION		(2,218.58)		(1,623.95)
Adjustments for :				
Depreciation	514.00		495.21	
Interest Expense	57.84		3.04	
Interest Income	(2.56)		(18.22)	
Provisions Written Back	(60.10)		(28.31)	
Profit/Loss on sale of fixed assets (net)	0.81		(917.50)	
Fixed assets/Inventory written off	164.27		506.38	
Provision/Write off of Doubtful/Bad Debts, Advances & Deposits (Net)	—		19.85	
		674.26		60.45
Operating Loss Before Working Capital Changes		(1,544.32)		(1,563.50)
Adjustments for :				
Inventories	200.75		1,599.20	
Sundry Debtors	(122.01)		(12.83)	
Loans and Advances	90.22		328.88	
Current Liabilities and Provisions	(305.04)		29.84	
		(136.08)		1,945.09
Income Tax Paid		(365.15)		(198.53)
		(2,045.56)		
Exceptional Item		(3,746.46)		
NET CASH FLOW/(USED IN) FROM OPERATING ACTIVITIES		(5,792.02)		183.06
B. CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets	(132.68)		(362.93)	
Proceeds from sale of/advance against sale of Fixed Assets	1.20		405.05	
Interest Received	3.09		17.14	
NET CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES		(128.39)		59.26
C. CASH FLOW FROM FINANCING ACTIVITIES :				
Proceeds from Borrowings :				
Issue of Zero Coupon Preference Shares	5,000.00		—	
Cash Credit / Working Capital Demand Loan	—		(245.04)	
Loan from Subsidiary / Holding Company	988.02		0.65	
Interest Paid (Net)	(58.50)		(2.35)	
NET CASH FLOW (USED IN)/FROM FINANCING ACTIVITIES		5,929.52		(246.74)
D. NET DECREASE IN CASH AND CASH EQUIVALENTS :				
(A+B+C)		9.11		(4.42)
E. RECONCILIATION :				
CASH AND CASH EQUIVALENTS - AT BEGINNING OF THE YEAR (Refer Schedule 9)		51.60		56.02
CASH AND CASH EQUIVALENTS - AT THE END OF THE YEAR (Refer Schedule 9)*		60.71		51.60
		9.11		(4.42)

*Includes ₹ 0.25 lacs in restricted bank account.

Notes :

1. The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard -3 on Cash Flow Statement.
2. The following have been considered under financing activities :
   – Cash credit/working capital demand loan and other borrowings being source of finance.
3. Proceeds from borrowings are shown net of repayments.
4. Purchase of fixed assets are shown inclusive of movements in capital work-in-progress.
5. Cash and cash equivalents represent cash and bank balances only.
6. Previous year's figures have been regrouped wherever necessary.

This is the Cash Flow Statement referred to in our report of even date.

For BSR & Co.
Chartered Accountants
Firm's Registration No.: 101248W

Bhavesh Dhupelia
Partner
Membership No. 042070
Kolkata, 3rd May 2011

For and on behalf of the Board

K. N. Grant — *Chairman*
V. M. Rajasekharan — *Managing Director*
S. K. Sipani — *Head - Finance & Company Secretary*

Kolkata, 3rd May 2011

SCHEDULES TO THE ACCOUNTS

SCHEDULE 1 – SHARE CAPITAL

	As at 31st March, 2011 (₹ in Lacs)	As at 31st March 2010 (₹ in Lacs)
Authorised :		
35,00,00,000 (2009-10 : 55,00,00,000) Equity Shares of ₹ 1 (2009-10: ₹ 1) each (See Note (a) and (e) below)	3,500.00	5,500.00
113,00,000 (2009-10 : 93,00,000) Redeemable Preference Shares of ₹ 100 each (See Note (e) below)	11,300.00	9,300.00
	14,800.00	14,800.00
Issued, Subscribed and Paid Up :		
9,42,30,000 (2009-10 : 9,42,30,000) Equity Shares of ₹ 1 each fully paid up (See Notes (a), (b) and (c) below)	942.30	942.30
50,00,000 (2009-10: NIL) Zero Coupon Preference Shares of ₹ 100 each fully paid (See note (f) below)	5,000.00	—
55,00,000 (2009-10 : 55,00,000) 5% Redeemable Cumulative Preference Shares of ₹ 100 each fully paid up	5,500.00	5,500.00
	11,442.30	6,442.30

Notes :

Of the above :

(a) Pursuant to the provisions of Section 100 of the Companies Act, 1956, Article 8 of the Articles of Association of the Company and High Court order dated February 11, 2005, the Issued, Subscribed and Paid Up Capital of the Company was reduced from ₹ 10,400 lacs to ₹ 5,720 lacs by reducing the paid up value of Equity Shares by ₹ 9 per Equity Share and the amount so cancelled was utilised for reducing the accumulated losses as at March 31, 2004 to the extent of ₹ 4,680 lacs.To give effect to the above, the composition of the Authorised Capital was modified from 5,50,00,000 Equity Shares of ₹ 10 each to 55,00,00,000 Equity Shares of ₹ 1 each.

(b) 4,39,08,340 equity shares have been allotted as fully paid up pursuant to contracts for consideration other than cash.

Of the equity shares :-

(i) 12,50,000 equity shares have been allotted pursuant to the scheme of amalgamation of the Assam Match Company Limited with the Company.

(ii) 4,22,30,000 equity shares have been allotted pursuant to the scheme of amalgamation of Wimco Boards Limited with the Company.

(iii) 1,20,000 and 80,000 equity shares have been allotted pursuant to the agreement with ICICI Bank Limited and trustee of debentureholders respectively.

(c) 42,50,000 equity shares have been allotted as fully paid by way of bonus shares by capitalisation of reserves.

(d) 9,12,38,170 (2009-10 : 9,12,38,170) equity shares of ₹ 1 each and 55,00,000 (2009-10: 55,00,000), 5% Redeemable Cumulative Preference shares of ₹ 100 each are held by Russel Credit Limited, the holding company. Out of these, 30,00,000 preference shares were due for redemption on March 15, 2011 but the same was extended upto March 15, 2012 with the consent of Russel Credit Limited. Further 25,00,000 preference shares are due for redemption on March 15, 2012.

(e) Pursuant to the provision of Section 94 of the Companies Act, 1956, Article 3 of the Articles of Association of the Company, the Authorised Share Capital of ₹ 148,00,00,000 comprising 55,00,00,000 Equity Shares of ₹ 1 each and 93,00,000 Redeemable Preference Shares of ₹ 100 each, is re-classified into 35,00,00,000 (Thirty Five Crores) Equity shares of ₹ 1 (Rupee One) each and 1,13,00,000 (One Crore Thirteen Lakhs) Redeemable Preference shares of ₹ 100 (Rupees One Hundred) each.

(f) 50,00,000, Zero coupon Preference Shares of ₹ 100 each, redeemable at 6% premium per annum were issued during the year to Russel Credit Limited. These shares shall be redeemable on or before 15th September, 2015.

SCHEDULE 2 – RESERVES AND SURPLUS

	As at 31st March, 2011 (₹ in Lacs)		As at 31st March, 2010 (₹ in Lacs)	
Capital Reserve		29.96		29.96
Capital Subsidy		14.93		14.93
Securities Premium Account	0.27		0.27	
Less : Adjusted towards premium on Redeemable Preference Shares (See note 1(d) of Schedule 18)	0.27	—	—	0.27
Capital Redemption Reserve				
Balance at the beginning of the year	500.00		500.00	
Add : Transfer from General Reserve	—	500.00	—	500.00
General Reserve as per last Balance Sheet	6,534.97		6,534.97	
Less : Profit and Loss Account (As Per contra)	6,534.97	—	1,402.03	5,132.94
Revaluation Reserve				
Balance at the beginning of the year	—		—	
Add : Revaluation Reserve (See note in Schedule 4)	4,587.14	4,587.14	—	—
		5,132.03		5,678.10

SCHEDULE 3 – LOAN FUNDS

Unsecured Loans		
Pavan Poplar Limited (See Note below) (Subsidiary Company)	303.29	315.27
Note: The said loan is interest free, with no stipulation as to repayment terms.		
Russell Credit Limited (Holding Company)	1,000.00	—
	1,303.29	315.27

SCHEDULE 4 – FIXED ASSETS

(₹ in Lacs)

DESCRIPTION	GROSS BLOCK					ACCUMULATED DEPRECIATION / IMPAIRMENT								NET BLOCK	
	Cost/Valuation as at April 1, 2010	Additions during the year	Revaluation during the year	Deduction/ Adjustments during the year	Cost/Valuation as at March 31, 2011	As at April 1, 2010		Charge on account of			Deductions/ Adjustments during the year	As at March 31,2011		As at March 31, 2011	As at March 31, 2010
						Depreciation	Impairment	Depreciation for the year	Impairment	Held for Sale		Depreciation	impairment		
Intangible Assets															
Leasehold Land	247.28	—	—	—	247.28	0.66	246.62	—	—	—	—	0.66	246.62	—	—
Computer Software	288.54	1.30	—	—	289.84	158.04	—	50.85	—	—	—	208.89	—	80.95	130.50
Tangible Assets															
Freehold Land	7,600.31	—	4,587.14	—	12,187.45	—	167.73	—	—	—	—	—	167.73	12,019.72	7,432.58
Buildings	6,274.71	14.16		—	6,288.87	5,696.65	—	41.45	—	—	—	5,738.10	—	550.77	578.06
Plant	1,117.47	0.96	—	—	1,118.43	455.06	—	76.52	—	—	—	531.58	—	586.85	662.41
Machinery	5,287.32	171.64	—	—	5,458.96	3,252.11	—	263.76	—	—	—	3,515.87	—	1,943.09	2,035.21
Factory Equipment	408.82	27.79	—	—	436.61	264.06	—	12.61	—	—	—	276.67	—	159.94	144.76
Furniture and Fittings/ Computers/Office Equipment	1,117.83	22.55	—	—	1,140.38	733.68	—	62.60	—	—	—	796.28	—	344.10	384.15
Motor Cars, Lorries, Tractors and Launches	154.26	—	—	5.70	148.56	120.00	—	6.21	—	—	3.69	122.52	—	26.04	34.26
2010-11	22,496.54	238.40	4,587.14	5.70	27,316.38	10,680.26	414.35	514.00	—	—	3.69	11,190.57	414.35	15,711.46	11,401.93
2009-10	22,825.97	996.08	—	1,325.51	22,496.54	10,516.63	414.35	495.21	—	—	331.58	10,680.26	414.35		
Capital Work in Progress [including capital advances ₹ Nil (2009-10: ₹ 6.06 Lacs)]														104.99	210.71
Notes: Based on the valuation report submitted by the approved valuers the Company has revalued the land at Chennai by ₹ 4587.14 Lacs and the same has been transferred to revaluation reserved account.														15,816.45	11,612.64

SCHEDULE 5 – INVESTMENTS

		As at 31st March, 2011 (₹ in Lacs)		As at 31st March, 2010 (₹ in Lacs)
LONG TERM INVESTMENTS (UNQUOTED)				
(i) Government Securities (trade)				
National Savings Certificates (pledged with various Mandi Samitis)		0.01		0.01
(ii) Investments in wholly owned subsidiary companies				
Pavan Poplar Limited 55,10,004 (2009-10: 55,10,004) Equity Shares of ₹ 10 each, fully paid (including 6 Equity Shares held by nominees)	599.06		599.06	
Prag Agro Farm Limited 38,00,020 (2009-10: 38,00,020) Equity Shares of ₹ 10 each, fully paid (including 6 Equity Shares held by nominees)	381.90		381.90	
		980.96		980.96
		980.97		980.97
Less : Provision for Diminution		381.90		381.90
		599.07		599.07
(iii) Other Investments (Non-trade)				
Woodlands Hospital & Medical Research Centre Ltd. (Formerly known as The East India Clinic Limited) 22, (2009-10: 22) 1/2% Debentures of ₹ 100 each fully paid	0.02		0.02	
Mirage Advertising and Marketing Limited 12,488 (2009-10: 12,488) Equity Shares of ₹ 10 each fully paid	1.25		1.25	
Bilaspur Cane Development Corporation Limited 100 (2009-10: 100) Equity Shares of ₹ 10 each	0.01		0.01	
		1.28		1.28
Less : Provision for Diminution		1.25		1.25
		0.03		0.03
		599.10		599.10
Aggregate of Unquoted Investments - At Book Value		599.10		599.10

SCHEDULE 6 – DEFERRED TAX ASSETS (NET)

Deferred Tax Liability - Difference between book depreciation and depreciation under the Income Tax Act, 1961.		459.95		442.52
Less : Deferred Tax Assets				
- On Unabsorbed depreciation as per Income Tax Act, 1961*	577.45		623.62	
- On disallowance u/s 43B of the Income Tax Act, 1961*	216.35		36.84	
- On VRS Cost u/s 35 DDA of the Income Tax Act 1961*	764.44		—	
- On Provision for Doubtful Debts	156.59		156.59	
- On Long Term Capital Loss as per Income Tax Act.1961*	261.63		—	
- On Business Loss as per Income Tax Act, 1961*	1,874.18		1,372.65	
	3,850.64		2,189.69	
		459.95		442.52

*Deferred tax asset which is on account of unabsorbed depreciation/carry forward losses/disallowances has been recognised only to the extent of the deferred tax liabilities as this amount is considered to be virtually certain of realisation.

SCHEDULE 7 – INVENTORIES

(See Note 3 of Schedule 18)

Stores and Spares	729.58	811.76
Raw Materials * [including in transit ₹ 58.30 Lacs (2009 - 10 ₹ NIL)]	969.58	1,183.09
Semi-finished goods *	236.85	500.75
Finished Goods *	986.08	785.32
Trading goods	9.56	9.97
* Net of obsolescence	2,931.65	3290.89

SCHEDULES TO THE ACCOUNTS

		As at 31st March, 2011 (₹ in Lacs)		As at 31st March 2010 (₹ in Lacs)
SCHEDULE 8 – SUNDRY DEBTORS				
(Unsecured and considered good)				
Considered Good (including debtors over six months old ₹ 52.71 lacs (2009-10: ₹ 47.72 lacs))		329.84		207.83
Considered Doubtful (over six months old)	471.43		471.43	
Less : Provision For Doubtful Debts	471.43	—	471.43	—
		329.84		207.83
SCHEDULE 9 – CASH AND BANK BALANCES				
Cash in Hand [including cheques : ₹ NIL (31.03.2010 : ₹ NIL)]		10.47		6.42
Balances with Scheduled Banks in:				
Current Accounts *	49.46		44.40	
(includes ₹ 0.25 lacs (2009-10: ₹ 0.25 lacs) lying in 'Restricted' Bank Account)				
Deposit Accounts	0.78		0.78	
		50.24		45.18
Cash Credit (including working capital demand loan) with Banks is secured by hypothecation of all stock in trade present and future of the Company including raw materials, finished goods, trading products and stock-in-process and present and future book debts, outstanding receivables,claims and bills.				
		60.71		51.60
SCHEDULE 10 – LOANS AND ADVANCES				
(Unsecured, considered good - Unless otherwise stated)				
Loans to Subsidiary Companies (See Note 5 of Schedule 18)		762.46		735.95
Sundry Advances and Claims Receivables				
– Considered Good	328.94		431.12	
– Considered Doubtful	26.83		26.83	
	355.77		457.95	
Less: Provision for Doubtful Advances	26.83		26.83	
		328.94		431.12
Prepaid Expenses		96.72		33.71
Balance with Customs, Port Trust, Excise Authorities, etc		293.88		353.15
Deposits				
- Considered Good	254.94		256.54	
- Considered Doubtful	11.10		11.10	
	266.04		267.63	
Less : Provision for Doubtful Deposits	11.10		11.10	
		254.94		256.54
Advance Tax and Tax Deducted at Source (Net of Provision for Taxation ₹ 446.77 lacs (2009-10: ₹ 429.56 lacs))		1,088.49		740.56
Fringe Benefits Tax [(Net of Provision ₹ 49.80 lacs (2009-10: ₹ 49.80 lacs)]		10.85		10.85
		2,836.28		2,561.88
SCHEDULE 11 – CURRENT LIABILITIES AND PROVISIONS				
Current Liabilities				
Advances Received from Customers	131.94		64.37	
Sundry Creditors (See Note 7 of Schedule 18) [Due to ultimate holding company ₹ 2606.97 lacs, (2009-10 : ₹ 3,016.56 lacs)]	5,107.22		5,660.20	
Dealers' Deposits	59.57		66.02	
Due to Subsidiaries	82.87		82.87	
Interest Accrued but not Due	8.70		9.36	
		5,390.30		5,882.82
Provisions :				
Leave Encashment	85.82		110.90	
Diminution in value of machinery	7.94		7.94	
Gratuity	249.22		97.16	
		342.98		216.00
		5,733.28		6,098.82
SCHEDULE 12 – SALES & SERVICES				
Sales (Net of Sales Tax) [tax deducted at source ₹ 365.11 lacs (2009-10: ₹ 215.28 lacs)]		20,782.04		22,932.34
Technical Fees, Service Charges etc. [tax deducted at source ₹ 0.74 lacs (2009-10: ₹ 0.07 lacs)]		75.74		21.99
		20,857.78		22,954.32

SCHEDULES TO THE ACCOUNTS

		For the year ended 31st March, 2011 (₹ in Lacs)		For the year ended 31st March, 2010 (₹ in Lacs)
SCHEDULE 13 – OTHER INCOME				
Provisions/Liabilities Written Back As No Longer Required (Net)		60.10		28.31
Insurance Claims		11.28		26.38
Exchange Loss (Net)		3.51		—
Income from Sale of Energy		17.88		26.07
Profit on sale of fixed assets (net)		—		917.50
Other Receipts [includes sale of scrap and materials ₹ 95.15 lacs (2009-10 : ₹ 107.79 lacs)] and Lease/Rental Income ₹ NIL (2009-10 : ₹ 12.50 lacs) [tax deducted at source ₹ 5.15 lacs (2009-10 : ₹ 11.67 lacs)]		160.81		325.17
		253.58		1,323.43
SCHEDULE 14 – (INCREASE)/DECREASE IN STOCK				
Plantation work in progress:				
Opening Stock	210.55		233.44	
Closing Stock	204.77		210.55	
		5.78		22.89
Semi-finished Goods:				
Opening Stock	500.75		500.15	
Closing Stock	236.85		500.75	
		263.90		(0.60)
Finished and Trading Goods/Agriculture Produce:				
Opening Stock	795.29		1,905.54	
Closing Stock	995.64		795.29	
		(200.35)		1,110.25
		69.33		1,132.54
SCHEDULE 15 – EMPLOYEE COSTS				
Salaries, Wages and Bonus		2,462.97		2,741.15
Contribution to Provident and Other Funds		505.42		455.37
Staff and Workers' Welfare Expenses		276.03		293.31
		3,244.42		3,489.83
SCHEDULE 16 – OTHER COSTS				
Stores and Spares Consumed (Including provision made for obsolete spares)		671.24		763.86
Power and Fuel		765.27		833.47
Rent (See Note 14 of Schedule 18)		254.77		247.04
Rates and Taxes		112.95		44.06
Repairs and Maintenance:				
– Machinery		124.41		147.70
– Buildings		37.44		58.88
– Others		147.02		168.48
Insurance		72.23		45.78
Directors' Sitting Fees		0.50		0.60
Freight and Transport		661.64		601.24
CFA's/Stockists Costs		28.55		65.28
Fixed assets/Inventory written off		129.36		506.38
Provision/Write off of Doubtful/Bad Debts, Advances and Deposits (Net)		—		19.85
Travelling and Conveyance		201.32		210.78
Export Commission		15.00		—
Advertisement		7.38		22.99
Sales Promotion		16.16		14.16
Loss on sale of fixed assets (net)		0.81		—
Exchange Loss (Net)		—		2.66
Plantation, Cultivation and Harvesting Charges		151.75		134.00
Measurement and Extraction charges		22.49		16.04
Commission to brokers		0.12		8.32
Other Expenses		1,015.83		972.30
		4,436.24		4,883.87
SCHEDULE 17 – INTEREST				
Cash Credit (including Working Capital Demand Loan)	—		1.87	
Others	57.84		1.17	
		57.84		3.04
Less : Interest Income				
On Income Tax Refund	—		12.80	
Others	2.56	2.56	5.42	18.22
		55.28		(15.18)

SCHEDULE 18 - NOTES TO THE ACCOUNTS

1. Commitments:

(a) Estimated amount of contracts (net of advances) remaining to be executed on capital account and not provided for is ₹ Nil (2009-10: ₹ Nil).

(b) The Company has issued letter of financial support to one of its subsidiary companies, viz., Prag Agro Farm Limited.

(c) Arrears of dividend on redeemable cumulative preference shares aggregate ₹ 570.34 lacs (2009-10: ₹ 295.34 lacs) excluding dividend tax.

(d) Premium on Redeemable preference shares remaining to be adjusted against profit of the Company ₹ 141.42 lacs.

2. Contingencies:

(a) Claims against the Company not acknowledged as debts ₹ 2,218.57 lacs (2009-10: ₹ 1,501.05 lacs). These comprise:

- Excise Duty, Sales Tax and Indirect Taxes claims disputed by the Company relating to issues of applicability and classification, etc. aggregating ₹ 360.85 lacs (2009-10: ₹ 329.43 lacs)
- Local authority taxes/Cess/Royalty on property, utilities, etc claims disputed by the Company relating to issues of applicability and determination aggregating ₹ 342.09 lacs (2009-10: ₹ 341.08 lacs)
- Third party claims arising from disputes relating to contracts aggregating to ₹ 400.51 lacs (2009-10: ₹ 382.01 lacs)
- Other matters ₹ 1,115.12 lacs (2009-10: ₹ 448.52 lacs) [(includes Income Tax ₹ 1,048.72 lacs (2009-10: ₹ 370.13 lacs) excluding interest)]

(b) Test bonds/special valuation bonds aggregating ₹ 241 lacs (2009-10: ₹ 241 lacs) equivalent to CIF value of imports of certain raw materials in respect of which additional liability of customs duty is not likely to exceed the above amount.

(c) Claims have been filed by farmers in respect of disputes under the WIMCO NABARD Poplar Scheme amounting to ₹ 19.65 lacs (2009-10: ₹ 23.60 lacs).

(d) The Company had issued 'Legal Agreement - Undertaking' in favour of the President of India acting through the Director General of Foreign Trade, Ministry of Commerce, aggregating ₹ 1,362.62 lacs (2009-10: ₹ 1,362.62 lacs) and given declarations under the amended procedures of the Export Import Policy 1992-1997 and issued bonds to the President of India acting through the Assistant Commissioner of Customs, Mumbai, aggregating ₹ 235.35 lacs (2009-10: ₹ 235.35 lacs), where necessary formalities and entries have not been completed.

3. The Company suspended operations in its unit at Dhubri, Assam in an earlier year. Based on internal assessment as supported by a technical evaluation carried out in the previous year, fixed assets (excluding land) aggregating ₹ 43.67 lacs (2009-10: ₹ 43.67 lacs) and inventories of stores and spares aggregating ₹ 34.91 lacs (2009-10: ₹ 34.91 lacs) at Dhubri, were considered to be in good condition and usable. During the year, the Company has provided accelerated depreciation on these assets and made a provision for the stores & spares.

4. During the year, the Company has completed a voluntary separation scheme that has been accepted by all its workmen at its Chennai and Ambernath factories. Consequently, the Safety Matches operations at these units stand suspended and related assets being released for alternate use. The Company is evaluating various options for the utilization of its plant & machinery and inventory lying at these factories as also the alternate use for its land and building at these locations in order to optimise value. The value of land and buildings at Chennai and Ambernath locations, amounting to ₹ 9,859.22 lacs are now included under Unallocated Assets, while the restructuring costs incurred to get these assets released for alternate use have been included under Unallocated Expenditure in Schedule No.19 - Segment Information.

5. In respect of "Loans and Advances" from Subsidiary Company (Prag Agro Farm Limited), maximum amount due at any time during the year ₹ 762.46 lacs (2009-10: ₹ 735.95 lacs).

   Interest free loans where no repayment schedule has been specified represents amounts advanced from time to time in previous years and current year to provide financial support to the subsidiary company.

6. The order passed by the District Magistrate authorising the State authorities to take possession of the land leased to Pavan Poplar Limited and Prag Agro Farm Limited, subsidiaries of the Company, has been stayed by the order of the High Court. In the circumstances, no provision has been made for advances to subsidiaries.

7. **Micro and Medium scale business entities:**

   There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days during the year and as at 31st March 2011 and 31st March 2010. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

8. **Remuneration to Auditors**

	2010-11 (₹ in lacs)	2009-10 (₹ in lacs)
Audit Fees	15.50	15.50
Out-of -Pocket expenses	0.75	0.71

9. **(a) Annual Licensed Capacity**

	Unit	**2010-11**	2009-10
Matches	Million boxes	**5,000**	5,000

(b) Annual Installed Capacity (As certified by the Management)

	Unit	**2010-11**	2009-10
Matches (on 3 shift basis, 300 working days)	Million boxes	**5,000**	5,000

(c) OPENING STOCK *

	Unit	**31.03.2011** Quantity	**31.03.2011** Amount (₹ in lacs)	31.03.2010 Quantity	31.03.2010 Amount (₹ in lacs)
Own Production					
Matches	Million boxes	**135**	**744.32**	324	1,805.66
Machines	Numbers	**7**	**35.71**	6	51.46
Foresty					
Wood (From own trees)#			**5.29**		—
Trading					
Matches	Million boxes	**2**	**9.97**	8	48.42
Total			**795.29**		1,905.54
Plantation work in progress					
Agricultural Produce/ plants #			**7.75**		9.38
Poplar ETPs #			**98.15**		96.60
Poplar and Kadam trees	Numbers	**83,087**	**104.65**	98,185	127.46
Total			**210.55**		233.44

(d) **ACTUAL PRODUCTION**

	Unit	2010-11	2009-10
Matches	Million Boxes	2,675	3,344
Machines	Numbers	54	51

(e) **COST OF TRADING PRODUCTS PURCHASED**

	Unit	2010 - 2011 Quantity	2010 - 2011 Amount (₹ in lacs)	2009 - 2010 Quantity	2009 - 2010 Amount (₹ in lacs)
Matches	Million boxes	352	1,888.20	195	1,010.98
Machines	Numbers		—	2	10.13
Total			1,888.20		1021.11

(f) **COST OF PURCHASES-FORESTRY**

	Unit	2010 - 2011 Quantity	2010 - 2011 Amount (₹ in lacs)	2009 - 2010 Quantity	2009 - 2010 Amount (₹ in lacs)
Seeds/Others	N.A.	N.A.	7.34	N.A.	5.45
Wood (Traded)			0.00		0.00
Total			7.34		5.45

(g) **DETAILS OF SALES**

	Unit	2010 - 2011 Quantity	2010 - 2011 Amount (₹ in lacs)	2009 - 2010 Quantity	2009 - 2010 Amount (₹ in lacs)
Own Production Manufacturing					
Matches	Million Boxes	2,634	16,357.36	3,533	19,421.83
Machines	Numbers	57	1,344.65	50	1,396.86
Forestry					
Agricultural produce/plants # $			51.43		36.37
Poplar and Kadam wood (from own trees) # $			103.47		60.94
Poplar ETP's	Million	3.85	820.64	4.11	835.87
Trading					
Matches	Million boxes	352	2,104.49	201	1,163.18
Machines	Numbers		0	2	17.29
			20,782.04		22,932.34

(h) **Closing Stock***

	Unit	31.03.2011 Quantity	31.03.2011 Amount (₹ in lacs)	31.03.2010 Quantity	31.03.2010 Amount (₹ in lacs)
Own Production					
Matches	Million boxes	176	977.22	135	744.32
Machines	Numbers	4	8.86	7	35.71
Forestry					
Wood (from own trees) #			—		5.29
Trading					
Matches	Million boxes	2	9.56	2	9.97
Total			995.64		795.29
Plantation work in progress					
Agricultural Produce/plants #			4.80		7.75
Poplar ETPs #			114.67		98.15
Poplar and Kadam trees	Numbers	63,115	85.30	83,087	104.65
Total			204.77		210.55

* Includes adjustments for shortage/excess and the effects of reduction of stock items to realisable value.
\# Due to the typical nature of the product, it is not possible to state quantities.
$ Includes free issues and damages and is net of sales returns.

10. DETAILS OF RAW MATERIALS AND COMPONENTS CONSUMED*

	Unit	2010 - 2011 Quantity	2010 - 2011 Amount (₹ in lacs)	2009 - 2010 Quantity	2009 - 2010 Amount (₹ in lacs)
Wood	CMHub	21,670	2,408.81	26,570	2,539.20
Splints and Veneers	Million	1,03,159	2,411.02	1,53,573	2,716.84
Cardboard and Paper	Tonnes	9,867	3,552.15	12,574	3,276.97
Chemicals	Tonnes	5,254	2,494.81	6,807	2,927.05
Others			609.74		1,726.94
			11,476.53		13,187.00
		%		%	
Imported		9	1,077.82	5	617.31
Indigenous		91	10,398.71	95	12,569.69
			11,476.53		13,187.00

* includes shortages/excesses/damages due to flood

11. (a)	Value of Imports calculated on C.I.F. basis		
	Raw Material	819.20	555.00
	Spares	Nil	33.80
(b)	Expenditure in Foreign currency		
	Travelling	1.76	1.17
(c)	Earnings in Foreign Exchange		
	Exports of Goods calculated on FOB basis	277.50	39.66

SCHEDULES TO THE ACCOUNTS

12. UNHEDGED FOREIGN CURRENCY EXPOSURES NOT COVERED BY FORWARD CONTRACTS :

	31.03.2011		31.03.2010	
	Amount (in lacs)	Amount (in lacs)	Amount (in lacs)	Amount (in lacs)
Sundry Debtors	₹ 0.98	₹ 42.92	USD 0.03	₹ 1.25
Sundry Creditors	—	—	—	—

13. EARNINGS PER SHARE

	2010-11	2009-10
(Loss) after taxation (₹ in lacs)	(5,965.04)	(1,623.95)
Arrears of preference dividend and including Preference dividend tax (₹ in lacs)	320.67	320.67
(Loss) attributable to equity shareholders (₹ in lacs)	(6,285.61)	(1,944.62)
Weighted Average Number of equity shares	9,42,30,000	9,42,30,000
Earnings per share (₹) - Basic and Diluted	(6.67)	(2.06)
Nominal value of an equity share (₹)	1.00	1.00

14. LEASES: WHERE THE COMPANY IS A LESSEE/LICENSEE

The Company has taken various office and godown premises under operating lease on leave and license agreements. These are not non-cancellable and range between 11 months and 3 years under leave and license or longer for other leases.

15. Research and development expenses incurred during the year as ascertained by the management, amounting to ₹ 21.35 lacs (2009-10: ₹ 17.53 Lacs) have been charged to appropriate heads of expenses.

16. EMPLOYEE DEFINED BENEFITS

In accordance with Accounting Standard 15, the undiscounted amount of short-term compensated absences in the nature of unavailed leave expected to be paid in exchange for services rendered amounting to ₹ 27.58 lacs (2009-10; ₹ 27.50 lacs) has been recognised to the profit and loss account for the year.

₹ in lacs

	Defined Benefit Plans			
	Gratuity (Funded)		Leave Encashment (Unfunded)	
	2010-11	2009-10	2010-11	2009-10
Change in obligation during the year ended March 31, 2011				
1. Obligation at the beginning of the year	1,066.52	951.89	110.90	94.21
2. Service Cost	41.93	57.51	32.09	30.20
3. Interest Cost	85.49	71.39	8.99	7.07
4. Actuarial (Gains)/Losses	143.14	99.87	37.68	5.35
5. Benefits payments	(573.86)	(114.14)	(103.83)	(25.92)
6. Obligations at the end of the year	763.22	1,066.53	85.83	110.90
Change in Plan Assets				
1. Plan assets at the beginning of the year	969.37	956.07	—	—
2. Expected return on plan assets	88.58	86.05	—	—
3. Contribution by employers	32.00	39.54	—	—
4. Actual benefits paid	(573.86)	(114.14)	—	—
5. Actuarial Gains/(Losses)	(2.09)	1.85	—	—
6. Plan assets at the end of the year	514.01	969.37	—	—
Reconciliation of present value of the obligation and the fair value of the plan assets				
1. Fair value of plan asset at the end of the year	514.01	969.37	—	—
2. Present value of the defined benefit obligations at the end of the period	763.22	1,066.53	85.83	110.90
3. Asset/(Liability) recognised in the balance sheet	(249.21)	(97.16)	(85.83)	(110.90)
Cost for the period				
1. Service Cost	41.93	57.51	32.09	30.20
2. Interest Cost	85.49	71.39	8.99	7.07
3. Return on Plan Assets	(88.58)	(86.05)	—	—
4. Actuarial (Gains)/Losses	143.14	99.87	37.68	5.35
5. Past Service Cost	—	—	—	—
Net Cost	181.98	142.72	78.76	42.62
Investment details of plan assets The Gratuity Scheme is invested in a Group-cum-Life Assurance cash accumulation policy offered by Life Insurance Corporation (LIC) of India.				
Actual return on plan assets	(88.58)	(86.05)	—	—
Acturial Assumptions:				
1. Discount Rate	8.00%	7.00%	8.00%	7.00%
2 Salary escalation	4.00%	3.50%	4.00%	3.50%
3 Expected return on plan assets	9.00%	9.00%	—	—

SCHEDULES TO THE ACCOUNTS

Net Asset/(Liability) recognized in Balance Sheet (including experience adjustment impact)		For the year ended 31st March, 2011 (₹ in Lacs)		For the year ended 31st March, 2010 (₹ in Lacs)		For the year ended 31st March, 2009 (₹ in Lacs)		For the year ended 31st March, 2008 (₹ in Lacs)	
		Gratuity	Leave Encashment	Gratuity	Leave Encashment	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1	Present Value of Defined Benefit Obligation	763.22	85.83	1,066.53	110.90	951.89	94.21	899.42	103.10
2	Fair Value on Plan Assets	514.01	—	969.37	—	956.07	—	836.38	—
3	Status [Surplus/(Deficit)]	(249.21)	(85.83)	(97.16)	(110.90)	4.18	(94.21)	(63.04)	(103.10)

There are no experience adjustments of Plan Assets/Obligations as at 31 March 2011.

A. Amounts recognised as an expense and included in Schedule 17 - "Salaries, Wages and Bonus" ₹ 78.76 lacs (2009-10: ₹ 42.62 lacs) for leave encashment and in "Contribution to Provident and Other Funds" ₹ 181.98 lacs (2009-10: ₹ 142.72 lacs) for gratuity.

B. Basis used to determine expected rate of return on assets:
The Gratuity Scheme is invested in a Group-cum-Life Assurance cash accumulation policy offered by Life Insurance Corporation (LIC) of India. The invested return earned on the policy comprises bonuses declared by LIC having regard to LIC's investment earnings. The information on the allocation of the fund into major asset classes and expected return on each major class are not readily available. We understand that LIC's overall portfolio of assets is well diversified and as such, the long-term return on the policy is expected to be higher than the rate of return on Central Government bonds.

C. 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.

17. PROVIDENT FUND LIABILITY

In terms of the Guidance on implementing the revised AS 15, the provident fund set up by the Company is treated as a defined benefit plan since the Company has to meet the interest shortfall, if any. However, as at the year-end no shortfall remains unprovided for. As advised by an independent actuary, it is not practicable/feasible to actuarially value the provident fund liability.

18. PRIOR PERIOD COMPARATIVES

The previous year's figures have been re-grouped or re-arranged as necessary to conform to the present year's presentation.

SCHEDULE 19 – NOTES TO SEGMENT INFORMATION:

(i) The business segment has been considered as the primary segment. The Company is organised into three main business segments: Match, Engineering and Forestry.
The segments have been identified and reported taking into account the nature of products and services, the differing risks and returns, the organisation structure and the internal financial reporting systems.

(ii) Segment revenue in each of the above business segments primarily includes sales and services in the respective segments.

(iii) The Segment revenues in the geographical segments considered for disclosure are as follows:
(a) Revenue within India includes sales to customers located within India and earnings in India.
(b) Revenue outside India includes sales to customers located outside India and earnings outside India.

The Company has disclosed Geographical Segment as the secondary segment. Fixed assets used in the Company's business or liabilities contracted have not been identified to any of the reportable segments, as the fixed assets and services are used interchangeably between segments for some units. The Company therefore believes that it is currently not practicable to provide segment disclosures relating to total assets and liabilities (including capital expenditure incurred during the period) other than debtors, since a meaningful segregation of the available data is onerous.

(iv) Segment revenue, results, assets and liabilities include the respective amounts identifiable to each of the above segments and amounts allocated on a reasonable basis.

Segment information for the year ended March 31, 2011
(I) Information about Primay Business Segments:

₹ in lacs

	Match		Engineering		Forestry		Unallocated		Total	
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
Revenue										
External	18,478.00	20,585.02	1,404.25	1,436.14	975.53	933.17			20,857.78	22,954.33
Inter-Segment	—	—	—	—	329.32	245.06	—	—	329.32	245.06
Total Revenue	18,478.00	20,585.02	1,404.25	1,436.14	1,304.85	1,178.23	—	—	21,187.10	23,199.39
Less: Eliminations on account of Inter Segment Revenue	—	—	—	—	(329.32)	(245.06)	—	—	(329.32)	(245.06)
Total Revenue	18,478.00	20,585.02	1,404.25	1,436.14	975.53	933.17	—	—	20,857.78	22,954.33
Result										
Segment Result	(2,201.19)	(2,246.44)	173.84	230.58	736.45	683.74	—	—	(1,290.90)	(1,332.12)
Unallocated expenditure net of unallocated income	—	—	—	—	—	—	(872.39)	(307.00)	(872.39)	(307.00)
Operating Profit/(Loss) before exceptional items	(2,201.19)	(2,246.44)	173.84	230.58	736.45	683.74	(872.39)	(307.00)	(2,163.30)	(1,639.12)
Exceptional item (See Note 4 of Schedule 18)	—	—	—	—	—	—	(3,746.46)	—	(3,746.46)	—
Operating Profit/(Loss) after exceptional items	(2,201.19)	(2,246.44)	173.84	230.58	736.45	683.74	(4,618.86)	(307.00)	(5,909.76)	(1,639.12)
Interest Expenses	—	—	—	—	—	—	(57.84)	(3.05)	(57.84)	(3.05)
Interest Income	—	—	—	—	—	—	2.56	18.22	2.56	18.22
Net Profit/(Loss)	(2,201.19)	(2,246.44)	173.84	230.58	736.45	683.74	(4,674.14)	(291.83)	(5,965.04)	(1,623.95)
Other Information										
Segment assets	8,944.15	14,872.71	681.16	717.47	1,935.02	2,133.60	11,218.48	810.70	22,778.81	18,534.48
Segment liabilities	2,102.31	2,625.96	304.93	319.86	472.21	465.03	4,157.12	3,003.24	7,036.57	6,414.09
Capital Expenditure	109.77	356.82	5.73	2.26	1.79	0.08	15.40	3.78	132.68	362.94
Depreciation	406.07	375.16	8.65	9.16	3.33	3.70	95.95	107.19	514.00	495.21

SCHEDULES TO THE ACCOUNTS

(II) Information about Secondary Business Segments	India		Outside India		Total	
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
Revenue by Geographical Segments:						
Sales	20,573.15	22,913.44	284.63	40.88	20,857.78	22,954.32
Carrying Amount of Segment Assets	22,778.81	18,533.23	—	1.25	22,778.81	18,534.48
Capital Expenditure	132.68	362.94	—	—	132.68	362.94

Unallocated income and expenditure relate mainly to the Corporate Office as also the Unallocated assets and Liabilities which include investments made centrally at the Corporate Office.

SCHEDULE 20 - RELATED PARTY DISCLOSURES :

1. Parties exercising control over the Company :

Related Party	Relationship
ITC Limited	Ultimate holding company
Russell Credit Limited	Holds 96.82% of the equity share capital

2. Parties over whom Company exercises control :

Subsidiary Companies (Wholly owned)

Pavan Poplar Limited (PPL)
Prag Agro Farm Limited (PAFL)

3. Other related Parties with whom the Company had transactions

Fellow subsidiaries

ITC Infotech India Limited

4. Directors of the Company :

Managing Director Rajeev Gopal (upto 29th December,2010)
VM Rajasekharan (w.e.f. 7th January, 2011)

No remuneration is paid by the Company to the Managing director in accordance with the terms of his appointment.

5. Transaction with related parties

₹ in Lacs

	ULTIMATE HOLDING COMPANY		HOLDING COMPANY		SUBSIDIARY COMPANIES				Fellow Subsidiaries		Total	
	ITC Ltd.		RUSSELL CREDIT Ltd.		PPL		PAFL		ITC Infotech India Ltd.			
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
Sale of goods & services	18,536.43	21,044.91	—	—	5.35	5.12	4.88	14.80	—	—	18,546.66	21,064.83
Sale of Fixed Asset	—	1,400.00	—	—	—	—	—	—	—	—	—	1,400.00
Purchase of raw materials and components	1,247.04	2,381.31	—	—	—	—	306.78	307.79	—	—	1,553.81	2,689.10
Purchase of Services	1.40	0.48	—	—	—	—	—	—	98.22	84.09	99.62	84.57
Purchase of Fixed Assets	—	—	—	124.19	—	—	—	—	—	—	—	124.19
Expenses Reimbursed	603.23	435.12	55.50	—	3.96	4.01	15.31	46.59	—	—	678.00	485.72
Expenses Recovered	0.14	—	—	—	0.85	1.74	33.72	19.68	—	—	34.71	21.42
Rent Received	51.48	63.98	—	—	—	—	—	—	—	—	51.48	63.98
Loans & Advances given during the year	—	—	—	—	—	—	55.02	118.30	—	—	55.02	118.30
Receipt towards Repayment of Loans and advances given	—	—	—	—	—	—	28.51	53.05	—	—	28.51	53.05
Outstanding Loans and Advances (Dr)	—	—	—	—	—	—	762.46	735.95	—	—	762.46	735.95
Loans & Advances taken during the year	127.10	400.00	4,000.00	—	1.33	15.50	—	—	—	—	4,128.43	415.50
Repayment of loans & Advances by the Company	330.61	1,400.00	3,000.00	—	13.30	12.00	—	—	—	—	3,343.91	1,412.00
Unsecured Loans (Cr)	—	—	1,000.00	—	303.30	315.27	—	—	—	—	1,303.30	315.27
Outstanding Receivables	87.06	259.82	—	—	—	—	—	—	—	—	87.06	259.82
Outstanding Payables	126.95	505.79	—	—	82.87	82.87	—	—	—	—	209.82	588.66
Advance Payable	2,567.08	2,770.59	—	—	—	—	—	—	—	—	2,567.08	2,770.59
Issue of Preference Shares	—	—	5,000.00	—	—	—	—	—	—	—	5,000.00	—

SCHEDULE 21 - SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements

The financial statements have been prepared and presented under the historical cost convention (except for fixed assets revalued in earlier years), on the accrual basis of accounting and in accordance with the provisions of the Companies Act, 1956 and the accounting principles generally accepted in India and comply with the accounting standards ('AS') prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government, in consultation with the National Advisory Committee on Accounting Standards, to the extent applicable.

2. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

3. Fixed Assets / Depreciation / Impairment

(i) Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss except in case of certain Freehold Land which is shown at revalued amount and certain Buildings, which are shown at revalued amounts less accumulated depreciation.

Depreciation is computed on a straight-line basis at the following annual rates:

Nature of Assets	Rates %
Building	1.63 to 3.34
Plant, machinery and factory equipment	4.75 to 10.34
Furniture and fittings / office equipment	6.33
Computers	31.67
Motor cars, lorries, tractors and launches	7.07 to 11.31

Assets individually costing ₹ 5,000.00 or less are fully depreciated in the year of purchase.

II. Leasehold Land is carried at cost less accumulated amortisation and impairment loss, if any. Accordingly, expenditure incurred on leasehold land is amortised on a straight-line basis over the remaining period of the lease.

III. Assets identified as held for disposal are stated at lower of their book value and estimated net realisable value.

IV. Application software, which is not an integral part of the related hardware, is shown as intangible asset and amortised on a straight line basis over its useful life, not exceeding 5 years, as determined by the management.

V. In accordance with AS 28, where there is an indication of impairment of the Company's assets, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated at the higher of its net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. An impairment loss is recognised whenever the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount. Impairment loss is recognised in the Profit and Loss Account.

4. Valuation of Investments

Long-term investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments. Current investments are carried at lower of cost and market value.

5. Valuation of Inventories and Plantation Work in Progress

Inventories are valued at the lower of cost and net realisable value. Inventories of Raw Materials, Stores and Spares are valued on a weighted average cost basis.

Finished and semi finished goods include cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Semi finished goods are valued based on stage of completion as certified by management.

Entire Transplants included in semi-finished goods are valued at cost. Cost represents direct expenses including cost of Entire Transplants purchased specifically for multiplication and other direct costs.

Plantation Work in Progress:

(i) In valuing poplar trees included under semi finished products, no adjustment is made to the total cost of trees on account of undeveloped / diseased trees being normal loss during the period of maturity of plantation (based on a technical estimate) except that realization/ insurance claim for such trees is reduced from the total cost. Every year, plantation cost already incurred is compared with net realizable value which is determined on the basis of estimated selling price less estimated cost likely to be incurred in future for bringing the plantation to maturity and the cost necessarily to be incurred in order to make sale. Net Realisable Value is arrived at based on standard average yield of matchwood per tree and the prevailing market price for matchwood of similar quality/contracted price. The yield is computed based on an evaluation carried out by the Company's technical expert.

Cost includes all direct and indirect expenses in respect of the poplar plantation.

Further, 75% of net realizable value of intercropping, waste, etc is reduced from the above cost because entire farm cost is first added to cost of plantation.

(ii) Agricultural produce/standing crops and plants are valued at 75% of their net realizable value.

(iii) Fuel wood arising from poplar trees and lying in stock is valued at 75% of their net realizable value.

(iv) Livestock is valued at 75 % of their net realizable value.

(v) The Company has considered an average yield of 0.22 cmh per tree based on the evaluation carried out by the Company's technical expert and further certified by an external technical expert.

6. Foreign Currency Transaction

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss account of the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognised in the profit and loss account.

7. Revenue Recognition

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer. Sales are accounted for inclusive of excise duty but net of sales tax and discounts. Service Income is accrued as services are rendered, based on respective contractual terms. Consultancy income is recognized on rendering service in accordance with related contracts with the customers.

Revenue from interest is accrued taking into account the amount outstanding, period and the rate applicable.

Lease / Rental Income is recognised on a straight-line basis over the period of the related agreement.

8. Taxes on Income

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law), fringe benefits tax and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

9. Employee Benefits:

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period.

Post-employment benefits

In respect of the employees of the erstwhile WIMCO Seedlings Limited, the contribution towards provident fund is deposited in a government administered fund which is a defined contribution scheme. The contribution paid/payable under the scheme is recognised as expense in the profit and loss account during the period in which the employee renders the related service.

In respect of other employees, the contributions made to Company managed provident fund are charged to profit and loss account as incurred. The interest rate payable by the trust to the beneficiaries every year is being notified by the Government. The Company has an obligation to make good the shortfall, if any, between the return from the investments of the trust and the notified interest rate.

The Company's approved Superannuation Pension Scheme applicable to certain employees is a defined contribution plan funded with the Life Insurance Corporation of India (LIC). The annual contributions made under the policy are recognised as an expense in the profit and loss account during the period in which the employee renders the related service.

The Company's gratuity benefit scheme is a defined benefit plan funded through a policy taken with the LIC. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value

SCHEDULES TO THE ACCOUNTS

of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

The obligation is compared with the fund balance with LIC and where the calculation results in a benefit to the Company, the recognized asset is limited to the net total of any unrecognised actuarial losses and past service costs and the present value of any future refunds from the fund or reductions in future contributions to the fund.

Actuarial gains and losses are recognized immediately in the profit and loss account.

Other Long-term employment benefits:

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation at the balance sheet date. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

10. Borrowing Costs

Borrowing costs specifically relatable to the acquisition of qualifying fixed assets are capitalised as part of the cost of fixed assets. Other borrowing costs are charged to revenue.

11. Provisions and Contingencies

A provision is created where there is a present obligation as a result of a past event that probably an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A contingent liability is disclosed when there is a possible or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made.

12. Leases

The Company has various operating leases, principally for properties and office space, with various renewal options. Rental expense in agreements with scheduled rent increases is recorded on a straight-line basis.

13. Earnings per share (EPS)

Basic earnings per share is computed by dividing the net profit for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the reporting period. Diluted EPS is computed by dividing the net profit for the year attributable to the equity shareholders by the weighted average number of equity and equivalent dilutive equity shares outstanding during the year, except where the results would be anti-dilutive.

14. Research and development costs

Revenue expenditure incurred on different projects is charged to appropriate expense heads in the period incurred and amounts recovered from the customer form part of the consultancy income.

Signatures to the Schedules forming part of the Balance Sheet and Profit and Loss Account and to the above notes.

For BSR & Co.
Chartered Accountants
Firm's Registration No.: 101248W

Bhavesh Dhupelia
Partner
Membership No. 042070

Kolkata, 3rd May 2011

For and on behalf of the Board

K. N. Grant — *Chairman*
V. M. Rajasekharan — *Managing Director*
S. K. Sipani — *Head - Finance & Company Secretary*

Kolkata, 3rd May 2011

ANNEXURE

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(Additional Information pursuant to Part IV of Schedule VI of The Act)

I. Registration Details

Registration No. 1082 State Code 11

Balance Sheet Date 31 03 2011
Date Month Year

II. Capital raised during the year (Amount in ₹ Thousands)

Public Issue	Rights Issue
NIL	NIL
Bonus Issue	**Private Placement**
NIL	50000

III. Position of Mobilisation and Deployment of Funds (Amount in ₹ Thousands)

Total Liabilities	Total Assets
2361090	2361090

Sources of Funds

Paid-up Capital	Reserves & Surplus
1144230	513203
Secured Loans	**Unsecured Loans**
NIL	130329

Application of Funds

Net Fixed Assets	Investments
1581645	59910
Deferred Tax	**Net Current Assets**
NIL	62997
Miscellaneous Expenditure	**Accumulated Losses**
NIL	83210

IV. Performance of the Company: (Amount in ₹ Thousands)

Turnover/Other Income	Total Expenditure
1947276	2169134

+	–	Profit / Loss Before Tax	+	–	Profit / Loss After Tax
	✓	596504		✓	596504

(Please tick appropriate box + for profit, – for loss)

Earnings per Share in ₹ - Basic and Diluted			Dividend rate (%)
+	–	6.67	NIL

(Please tick appropriate box + for earnings, – for loss)

V. Generic Names of Three Principals Products / Services of the Company (as per monetary terms)

Item Code No. (ITC Code)	Product Description
360500011 0	MATCHES
84223000	MACHINERY
060290.09	ENTIRE TRANSPLANTS

SCHEDULES TO THE ACCOUNTS

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARY COMPANIES

1. Name of the Subsidiary Company	PAVAN POPLAR LIMITED	PRAG AGRO FARM LIMITED
2. Financial Year of the Subsidiary Company ended	March 31, 2011	March 31, 2011
3. Number of Shares held in Subsidiary	55,10,004 Equity Shares of ₹ 10 each. (Including 6 Equity Shares held by nominees of Wimco Limited)	38,00,020 Equity Shares of ₹ 10 each (Including 6 Equity Shares held by nominees of Wimco Limited)
4. Total issued Share Capital of the Subsidiary Company	Equity Shares - 55,10,004 Shares of ₹ 10 each.	Equity Shares - 38,00,020 Shares of ₹ 10 each.
5. Percentage of Shares held in the subscribed capital of the Subsidiary (including shares held by nominees)	Equity Shares - 100%	Equity Shares - 100%
6. The net aggregate amount so far as it concerns members of the Company and is not dealt with in the Company's accounts of Subsidiary		
(i) Profit/(Loss) for the financial year ended (₹ in lacs)	March 31, 2011 ₹ 4.43	March 31, 2011 ₹ 5.37
(ii) Profits/(Losses) for the previous financial years of the Subsidiary since it became the Company's Subsidiary (₹ in lacs)	₹ 135.17	₹ (754.29)
7. The net aggregate amount so far as it concerns members of the Company and is dealt with in the Company's account of Subsidiary		
(i) Profit for the financial year ended (₹ in lacs)	March 31, 2011 Nil	March 31, 2011 Nil
(ii) Profits for the previous financial years of the Subsidiary since it became the Company's Subsidiary (₹ in lacs)	Nil	Nil

For and on behalf of the Board

K. N. Grant — *Chairman*
V. M. Rajasekharan — *Managing Director*
S. K. Sipani — *Head - Finance & Company Secretary*

Place : Kolkata
Date : 3rd May 2011