

BUDGE BUDGE COMPANY LIMITED



40th
ANNUAL REPORT
2012 - 2013

BUDGE BUDGE COMPANY LIMITED

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BOARD OF DIRECTORS

ASHOK KUMAR PODDAR (*Executive Chairman*)
MANISH PODDAR (*Mg. Director*)
BIJAY KRISHNA DATTA (*Director*)
SUSHIL KUMAR CHHAWCHHARIA (*Director*)
DEVESHWER KUMAR KAPILA (*Director*)

COMPANY SECRETARY

D. V. SINGHI

AUDITORS

JAIN & CO.
Chartered Accountants

BANKERS

Allahabad Bank
IDBI Bank

REGISTERED OFFICE

16A, Brabourne Road
9th Floor
Kolkata - 700 001

WORKS

Budge Budge Jute Mills
64, Moulana Azad Road
Budge Budge

BUDGE BUDGE COMPANY LIMITED

NOTICE

NOTICE is hereby given that the 40th Annual General Meeting of the Members of BUDGE BUDGE COMPANY LTD. will be held on Saturday, the 10th day of August, 2013 at 10.30 a.m. At the Registered office of the Company at 16/A, Brabourne Road, 9th Floor, Kolkata 700001 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Profit and Loss Account for the year ended 31st March, 2013 and Balance Sheet as at that date and the reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Sushil Kumar Chhawchharia, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors to hold Office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and to authorize the Board of Directors to fix their remuneration.

M/s. Jain & Company, Chartered Accountants are the retiring Auditors.

SPECIAL BUSINESS :

4. To consider and if thought fit to pass with or without modifications, the following Resolution as a **Special Resolution** :

"RESOLVED THAT pursuant to the provisions of Sections 198, 269, 309, 310 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII to the said Act, approval be and is hereby accorded to the Reappointment of Shri Manish Poddar as Managing Director of the Company for a period of three years with effect from 1st April 2013 upon the terms and conditions as set out in the agreement dated 18th February 2013 Entered into between the Company and Shri Manish Poddar."

"FURTHER RESOLVED THAT in the event of absence or inadequacy of profits in any financial year during the aforesaid period of three years, the Company will pay to Shri Manish Poddar remuneration by way of salary and perquisites not exceeding the ceiling laid down in Section II of Part II (B) of Schedule XIII of the Companies Act, 1956 or any modification or re-enactment thereof as minimum remuneration, subject to such approvals as may be required"

Registered Office :
16A, Brabourne Road
Kolkata - 700 001
May 21, 2013

By Order of the Board
Sd/-
D. V. SINGHI
Company Secretary

NOTES :

1. Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in respect of Item No.4 is annexed herewith.
2. A member entitled to attend and vote at this Annual General Meeting may appoint a Proxy to attend and vote on a poll on his behalf and such Proxy need not be a member of the Company. Proxies in order to be effected, must be received at the Registered Office of the Company not less than 48 hours before this Annual General Meeting.
3. The Register of Members and Share Transfer Books of the Company shall remain closed from 07.08.13 to 10.08.13 (both days inclusive).
4. Members are requested to bring their copies of the Report and Accounts to the Meeting.

BUDGE BUDGE COMPANY LIMITED

NOTICE (Contd.)

EXPLANATORY STATEMENT UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item no. 4

The present term of Shri Manish Poddar, Managing Director of the Company expired on 31st March 2013. Shri Manish Poddar has been associated with the Company for the last fifteen years as Managing Director. In view of his experience and useful contribution made to the company's growth, Board of Directors have Re-appointed him as Managing Director for a fresh term of three years w.e.f. 01.04.2013 on the terms and conditions mentioned in the agreement dated 18th February 2013 entered between the company and Shri manish Poddar. Remuneration Committee of the Company has also approved the Remuneration as well as terms of his appointment.

The principal terms and conditions including the remuneration governing the appointment of Shri Manish Poddar are set out below :

Salary	:	Rs. 1,75,000/- per month.
House Rent Allowance	:	The expenditure on furnished accommodation upto Rs. 10000/- per month or House Rent Allowance of 5% of salary per month in lieu thereof.
Medical Reimbursement	:	Reimbursement of Medical expenses incurred for self and family subject to ceiling of one month salary in a year. However, this medical entitlement can be accumulated for the period of 3 years.
Leave Travel Concession	:	Leave travel concession for self and family subject to ceiling of one month's salary in a year.
Club Fees	:	Fees of Club subject to a maximum of two clubs. No admission and life membership fees will be paid.
Personal accident insurance	:	Personal accident insurance, the annual premium of which shall not exceed Rs. 15000/- p.a.
Gratuity	:	As per Gratuity Act, not exceeding half month salary for each completed year of service.
Provision for Car	:	Free use of Car for official purposes. Use of car for Private purpose shall be billed by the company.
Provision for Telephone	:	Use of telephone at residence will not be considered as perquisites. Personal long distance calls in shall be billed by the company.
Earned or Privileged Leave	↓	As per Rules of the company. However, leave accumulated and not availed of will not be encashed.

BUDGE BUDGE COMPANY LIMITED

NOTICE (Contd.)

The total remuneration including perks will not exceed Rs. 250000/- per month.

Shri Manish Poddar shall not be paid any sitting fee for attending the Meeting of the Board or any Committee Meeting.

Except Mr. Ashok Kumar Poddar and Mr. Manish Poddar, no other Director of the Company is interested or concerned in the Resolution.

The information and particulars required to be provided to the shareholders are given below :

I. GENERAL INFORMATION

(1) **Nature of Industry :** Jute Industry. The company is engaged in the manufacture of jute goods i.e. Hessian, Sacking and Yarn.

(2) **Expected date of Commencement of Commercial Production :**

Production commenced 1st June, 1975. The unit was merged with M/s. Carbonate India Ltd. w.e.f. 01.02.1980 and the name of company was changed to Budge Budge Company Limited subsequently.

(3) **In case of new Companies, expected date of commencement of activities as per the project approved by financial institutions appearing in the prospectus :** Not Applicable.

(4) **Financial Performance :**

(Rs. In Lakhs)

Financial Parameters	2010-11	2011-12	2012-13
Net Sales & other Income	14742.03	13839.63	17120.52
Interest & Financial Charges	148.76	178.28	311.94
Depreciation	61.88	87.35	108.89
Profit / (Loss) Before Tax	161.70	482.88	638.54
Profit / (Loss) After Tax	161.70	394.74	434.55

(5) **Export performance :**

(Rs. In Lakhs)

2010-11	2011-12	2012-13
Nil	Nil	Nil

(6) **Foreign investments or collaborators, if any :** NIL

BUDGE BUDGE COMPANY LIMITED

NOTICE (Contd.)

II. INFORMATION ABOUT THE APPOINTEE

(1) **Appointee's qualification, experience, past performance :**

Sri Manish Poddar, aged about 42 years is Graduate from Kolkata University. He has wide experience of over 20 years in diversified business in the domain of Construction, Jute and Tea.

(2) **Past Remuneration :** The details of remuneration received by Shri Manish Poddar during last 2 years are as under :-

(Rs. In Lakhs)

Year	2011-12	2012-13
Remuneration received	1286106	1185644

(3) **Recognition or awards :** Nil

(4) **Job profile and his suitability :**

Sri Manish Poddar was Managing Director of the Company since 1997. He was involved in the business activities of the Company as a promoter and he has contributed significantly in the growth of the Company and the Board of Directors of the Company considered it fit to Re-appoint him as Managing Director of the Company in the best interest of the Company.

(5) **Proposed Remuneration are as under :**

Salary	:	Rs. 1,75,000/- per month
House Rent Allowance	:	The expenditure on furnished accommodation upto Rs. 10000/- per month or House Rent Allowance of 5% of salary per month in lieu thereof.
Medical Reimbursement	:	Reimbursement of Medical expenses incurred for self and family subject to ceiling of one month salary in a year. However, this medical entitlement can be accumulated for the period of 3 years. -
Leave Travel Concession	:	Leave travel concession for self and family subject to ceiling of one month's salary in a year.
Club Fees	:	Fees of Club subject to a maximum of two clubs. No admission and life membership fees will be paid.
Personal accident insurance and medical insurance	:	Personal accident insurance, the annual premium of which shall not exceed Rs. 15000/- p.a.
Gratuity	:	As per Gratuity Act, not exceeding half month salary for each Completed year of service.

BUDGE BUDGE COMPANY LIMITED

NOTICE (Contd.)

Provision for Car	:	Free use of Car for official purposes. Use of car for Private purpose shall be billed by the company
Provision for Telephone	:	Use of telephone at residence will not be considered as perquisites. Personal long distance calls shall be billed by the company.
Earned or Privileged Leave	:	As per rules of the Company. However, leave accumulated and not availed of will not be encashed.

The total remuneration including perks will not exceed Rs. 250000/- per month.

Shri Manish Poddar shall not be paid any sitting fee for attending the Meeting of the Board or any Committee Meeting.

Except Mr. Ashok Kumar Poddar and Mr. Manish Poddar, no other Director of the Company is interested or concerned in the Resolution.

(6) Comparative Remuneration profile with respect to industry, size of the company of the position and person :

Considering his long experience and qualification, the remuneration proposed is comparable with the prevailing market rate and commensurate with his practical experience, professional qualification and technical and managerial competency.

Under the circumstances, the Company is seeking your approval to pay the same remuneration as minimum remuneration even in the event of the profit being inadequate or if the Company incur losses during his tenure as the Managing Director.

(7) Pecuniary relationship directly :

Shri Manish Poddar is related to Shri Ashok Kumar Poddar, Executive Chairman of the company.

Your Directors recommend the resolution for your approval. Except Mr. Ashok Kumar Poddar and Mr. Manish Poddar, no other Director of the Company is interested or concerned in the Resolution.

A copy of the agreement dated 18th February, 2013 executed between the company and Shri Manish Poddar in respect of item no. 4 of the accompanying notice will be open for inspection by the Members of the Company at the Registered office of the company between 11.00 AM to 1.00 PM on any working day except Saturdays and Sundays upto the date of AGM.

Registered Office :
16A, Brabourne Road
Kolkata - 700 001

May 21, 2013

By Order of the Board

Sd/-
D. V. SINGH
Company Secretary

BUDGE BUDGE COMPANY LIMITED

NOTICE (Contd.)

(Annexure to Notice dated 21.05.2013)

DETAILS OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING (PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT)

Name of the Director	Mr. Manish Poddar
Date of Birth	21.11.1971
Date of Appointment on the Board	26.12.1994
Qualifications	B.Com
Expertise	Vast experience of Jute Industry and Jute Mill Management
Directorships held in other public companies including private companies which are subsidiaries of public companies (excluding foreign and private companies)	Vasavi Infrastructure Projects Ltd. A. M. business & Finance Ltd.
Memberships/Chairmanships of committees across all companies	Nil
Shareholding of Executive Directors	1004780
Relationships between directors inter-se	Nil

Name of the Director	Mr. Sushil Kumar Chhawchharia
Date of Birth	17.10.1944
Date of Appointment on the Board	30.10.2010
Qualifications	B.Com., L.L.B., FCA
Expertise	Practicing Chartered Accountant
Directorships held in other public companies including private companies which are subsidiaries of public companies (excluding foreign and private companies)	Hari Machines Ltd. Carbo Industrial Holdings Ltd. Ceeta Industries Ltd.
Memberships/Chairmanships of committees across all companies	1) Audit Committee (Chairman) and Remuneration Committee (Member) of Budge Budge Co. Ltd. 2) Audit Committee (Chairman) and Remuneration Committee (Member) of Hari Machines Ltd. 3) Audit Committee (Member), Remuneration Committee (Chairman) and Shareholder Grievance Committee (Member) of Ceeta Industries Ltd.
Shareholding of Non-Executive Directors	Nil
Relationships between directors inter-se	N.A.

BUDGE BUDGE COMPANY LIMITED

DIRECTOR'S REPORT

To the Shareholders,

Your directors are pleased to submit the Annual Report and Statement of Profit & Loss for the year ended 31st March, 2013.

FINANCIAL RESULTS

(Amount in Rs. Lakhs)

	Year ended March 31, 2013	Year ended March 31, 2012
Profit before interest, depreciation & taxation	1059.37	748.51
Less : Interest	311.94	178.28
Depreciation	108.89	87.35
Net Profit before Tax	638.54	482.88
Less : Provision for Tax/Minimum Alternate Tax	127.73	96.30
Add : Mat Credit entitlement	49.26	(36.69)
Less : Deferred Tax provision	27.00	28.54
Net Profit after tax	434.55	394.74
Less : Transfer to General/Capital Redemption Reserve	400.00	300.00
Balance brought forward from previous year	717.10	622.36
Balance to be carried forward	751.65	717.10

DIVIDEND :

With the intention of conserving funds, your directors do not propose to recommend any dividend on equity & preference shares.

OPERATIONS :

Production, sales, profitability and earning per share show under noted position during the current year as compared to previous year :

	Current year	Previous year
Production (M.Tonnes)	32221	26896
Total Sales (Rs. In lakhs)	16987.42	13720.13
Profit before taxation (Rs. In lakhs)	638.54	482.88
Profit after taxation (Rs. In lakhs)	434.55	394.74
Earning per share of F.V.Rs.10/- (Rs.)	6.80	6.17

Production during the year was 32221 M/T and sales during the year was 32376 M/T. Although finished production during the year is higher but the spinning production is hampered due to shortfall in suitable working hands. All efforts are being made to tackle this problem to ensure that production is not affected due to shortage of workers.

BUDGE BUDGE COMPANY LIMITED

DIRECTOR'S REPORT (Contd.)

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

a) Industry Structure and Development:

Government of India had in the last year extended the validity of the Jute Packaging Materials (Compulsory use for Packing Commodities) Act, 1987 for another year but they have diluted the Reservation level for sugar packing by 60%. This has severely affected the sugar bag demand from sugar industry.

During the year, demand for Jute goods specially Sacking bags remained strong as there was a huge demand from the Govt. Agencies due to higher foodgrain procurement. Availability of Raw Jute during the year was satisfactory.

Opportunities and threats/Risk and concerns:

Opportunities:

i) Jute being a natural bio-degradable fibre is environment friendly and use of Jute goods in different areas like Jute Geotextiles is being promoted. Some diversified products are being developed in the Industry for export markets.

Threats:

i) Industry is facing fierce competition from Bangladesh in International Market due to their low cost of production and 10% cash Subsidy. Moreover increase in production capacity in Bangladesh is creating new problems for the Indian Jute Industry. Bangladesh Jute Goods such as Yarn and Sacking bags are being imported in India in large quantities.

ii) Cheap alternate packaging materials from China available in the market, which again is a threat to Jute Industry.

b) Segment wise or product wise performance:

The company is mainly engaged in the business of Manufacturing of Jute Goods and hence segment wise performance is not required to be disclosed.

The following disclosure under Geographical segment has, however, been considered on the basis of sales for the Jute goods:

- Within India - Rs.16987.42 lac (previous year Rs13657.29 lac)
- Outside India - Rs. NIL (previous year Rs.NIL lac)

c) Outlook :

Demand for Jute Goods during the year 2013-14 is expected to be good as the Govt. Agencies for procurement of Foodgrains has estimated a very high requirement. Govt. has increased the Minimum price for Raw Jute for the coming season and this will result in increase in the price of

BUDGE BUDGE COMPANY LIMITED

DIRECTOR'S REPORT (Contd.)

Raw Jute in the season 2013-14. Apart from Raw Jute prices the cost of production also remains a point of concern. Workers Unions have submitted a Charter of Demand to the Industry which is pending for settlement. All input costs such as wages, power and other consumables etc. are increasing continuously whereas the prices for Jute Goods specially Sacking bags to Govt. agencies is being sold under the 2001 Tariff Commission formula wherein there has been no escalation in the fixed cost for the last 11 years.

The company is taking appropriate steps to keep the cost under control. We are going in for some Modern Chinese Looms for weaving where the labour cost is lower than conventional looms. The outlook for the current year remains positive.

d) Internal control systems and their adequacy:

Your company has an adequate system of internal control, which provides reasonable assurance with regard to safeguarding the company's assets, promoting operational efficiency and ensuring compliance with various statutory provisions. The Audit Committee of the Board plays a significant role in the internal control system and reviews the scope of internal audit work and internal Audit reports, financial performance of the company and suggests improvements in the internal control systems wherever required.

e) Discussion on operation performance:

Sales of Jute goods during the year was Rs.16987.42 lac as compared to Rs. 13657.29 lac during previous year. Operating profit for the year was Rs.638.54 lac as compared to Rs.482.88 lac in the previous year. Interest expenses during the year was also higher at Rs.311.94 lac as against Rs.178.28 lac in the previous year, which mainly is due to additional liability of Rs.128 lac from Provident Fund Authorities towards past dues. The company has invested Rs.754.13 lac in Fixed Assets in modernising the existing machineries to improve quality and reduction in the cost of production.

f) Material developments in Human Resources/Industrial Relations :

Employment of workers at new pay scale and training programmes for the workers are being continued. Steps have been taken to provide residential quarters within the mill compound for outside workers as well. The company is making all efforts to train the workers and increase their skills by way of continuous training but Industry wide shortage of workers is a **matter of great concern for all**. The relations with the unions were cordial during the year, however settlement on issues under the charter of demand is duly being taken up by IJMA.

g) Cautionary statement :

Statement made in this section of the report is based on the prevailing position in the Jute industry and market conditions. Actual results could however differ materially from those expressed or implied with regard to Company's Outlook and Performance.

BUDGE BUDGE COMPANY LIMITED

DIRECTOR'S REPORT (Contd.)

CORPORATE GOVERNANCE :

A report on the matters specified in the code of Corporate Governance vide clause 49 of the listing agreement with the Stock Exchanges, along with a Certificate from Company's Auditors confirming compliance, is annexed and forms part of this report.

DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to the requirement of section 217 (2AA) of the Companies Act, 1956, the Board of Directors hereby state that :

- i) In the preparation of the annual accounts, the applicable standards have been followed along with proper explanations relating to material departures.
- ii) The Directors have made judgments and estimates that are reasonable and prudent and have selected accounting policies and applied them consistently to give true and fair view of the state of affairs of the Company as on 31.03.2013 and its profits for the year ended on that date.
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Directors have prepared the annual accounts on a going concern basis.

DIRECTORS:

Sri Sushil Kumar Chhawchharia , Director of the company, retires from the Board by rotation and being eligible offers himself for re-appointment at the ensuing Annual General meeting.

The term of Mr. Manish Poddar as Managing Director was expiring on 31st March, 2013 and Board of Directors has Re-appointed him as Managing Director for a further term of three years.

The Notice convening the ensuing Annual General Meeting includes proposals for appointment/re-appointment of aforesaid Directors

None of the Directors are disqualified for appointment/re-appointment under section 274(1)(g) of the Companies Act, 1956.

AUDITORS REPORT/AUDITORS:

M/s. Jain & Co., Chartered Accountants, Statutory Auditors of your company retires at the conclusion of the ensuing Annual General meeting. Your Directors request you to appoint Auditors for the current financial year and fix their remuneration. A certificate from M/s. Jain & Co., to the effect that their appointment, if made, will be within the prescribed limit u/s 224(1B) of the Companies Act, 1956 has been received.

Observations made in the Auditor's Report and Notes on Accounts annexed to Balance Sheet are self

BUDGE BUDGE COMPANY LIMITED

DIRECTOR'S REPORT (Contd.)

explanatory and therefore, do not call for any further comments under Section 217(3) of the Companies Act, 1956.

FOREIGN EXCHANGE EARNINGS & OUTGO:

The Company has an outgo of Rs.18.47 lac and income of Rs. NIL from Foreign Exchange during the year.

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY :

Power & Fuel Consumption :

	<u>Electricity</u>	<u>Current Year</u>	<u>Previous Year</u>
a)	Purchased Unit	13063136	12881500
	Total Amount	Rs. 810.72 lac	Rs.741.10 lac
	Rate/Unit	Rs. 6.21	Rs. 5.75
b)	Own Generation Units	50910	18876
	Total Amount	Rs. 9.65 lac	Rs. 4.45 lac
	Rate/Unit	Rs. 18.96	Rs. 23.57

PARTICULARS OF EMPLOYEES :

Since there is no employee drawing remuneration above Rs. 5,00,000/- p.m. particulars under Section 217 (2A) are not given.

ACKNOWLEDGEMENT :

Your directors place on record appreciation for the contributions made by the suppliers and employees/workers in keeping the unit running inspite of numerous constraints.

Kolkata
Dated : 21st May, 2013

By Order of the Board
ASHOK KUMAR PODDAR
MANISH PODDAR
Directors

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE

ANNEXURE TO THE DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST MARCH, 2013

REPORT ON CORPORATE GOVERNANCE

[Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges]

1. Company's philosophy on code of Governance

Your Company has implemented and continuously strikes to improve the corporate governance practices for the benefit of all the stakeholders. Transparency in day to day affairs, full disclosure, long term approach and growth in absolute terms had been the essence of the management of the Company since its inception and the formal adoption of corporate governance code nearly confirms the same.

2. Board of Directors

a) Composition of Board

The composition of Board of directors presently consists of five directors as detailed hereunder indicating their status as independent or otherwise against their respective names :-

Executive Directors :

Sl. No.	Name of Director	Designation	Status	
1	Shri Ashok Kumar Poddar	Executive Chairman	Promoter	#
2	Shri Manish Poddar	Managing Director	Promoter	

Non-Executive Directors :

Sl. No.	Name of Director	Designation	Status	
1	Shri Bijay Krishna Datta	Director	Independent	
2	Shri Sushil Kumar Chhawchharla	Director	Independent	
3	Shri Deveshwar Kumar Kapila	Director	Independent	\$

Elevated as Executive Chairman on 11.08.2012 w.e.f 01.04.2012 for which Forms 25 and 32 were duly filed on 20.11.2012.

\$ Appointed as independent director on 22.09.2012 from additional director for which form 32 was duly filed on 17.11.2012.

Apart from the sitting fee paid for attending Board / Committee meetings, the non executive directors did not have any material pecuniary relationship or transactions with the Company during the F.Y. 2012-13.

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

b) Attendance of each Director at the Board meetings and the last Annual general meeting (AGM) and also number of other directorships/membership of Board meetings :

Name of Directors	Category	Attendance Particulars		No. of other directorship & other committee memberships / chairmanships held		
		Board Meetings	Last AGM 22.09.12	Directorship	Committee Memberships	Committee Chairmanships
Shri Ashok Kumar Poddar	Executive Chairman	4	Yes	2	Nil	Nil
Shri Manish Poddar	Managing Director	4	Yes	6	Nil	Nil
Shri Bijay Krishna Datta	Independent Non-executive	4	No	2	Nil	2
Shri Sushil Kumar Chhawchharia	Independent	3	No	5	3	2
Shri Deveshwar Kumar Kapila	Independent	3	No	2	Nil	Nil

c) Number of Board meetings held and dates on which held

Four Board meetings were held during the year ended 31st March 2013, viz. on 15th May, 2012, 11th August, 2012, 10th November, 2012 and 15th February 2013. The maximum gap between any two meetings was not more than four calendar months.

3. Audit Committee

The terms of reference of audit committee includes all stipulations of SEBI Code and the Companies Act, 1956, including interalia regarding review of audit procedure, financial reporting system, internal control systems and procedures besides compliance with regulatory guidelines.

Audit Committee comprises of following three members :-

- i) Mr. Bijay Krishna Datta
- ii) Mr. Sushil Kumar Chhawchharia
- iii) Mr. Deveshwar Kumar Kapila

Four meetings of the Committee was held during the year ended 31st March, 2013, viz. on 15th May, 2012, 11th August, 2012, 10th November, 2012 and 15th February, 2013.

4. Remuneration Committee

The company has a remuneration committee. The Board of Directors fixes the remuneration of the Managing Director, which is approved by the remuneration committee and then by the shareholders.

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

The non-executive directors are paid sitting fees for every meeting of the board attended by them. Remuneration Committee comprises of following three members :-

- i) Shri. Bijay Krishna Datta
- ii) Shri. Sushil Kumar Chhawchharia
- iii) Shri. Deveshwar Kumar Kapila

Two meetings of the Committee was held during the year ended 31st March, 2013, viz. on 11th August, 2012 and 15th February, 2013.

Non-Executive Directors

Name	Sitting Fees for attending Committee and Board Meeting
Shri Bijay Krishna Datta	Rs. 70,000/-
Shri Sushil Kumar Chhawchharia	Rs. 50,000/-
Shri Deveshwar Kumar Kapila	Rs. 55,000/-

Executive Chairman

Name	Salary and Perquisites	Contribution to PF/ Superannuation Fund	Total
Mr. Ashok Kumar Poddar	Rs. 24,00,000/-	Nil	Rs. 24,00,000/-

Managing Director

Name	Salary and Perquisites	Contribution to PF/ Superannuation Fund	Total
Mr. Manish Poddar	Rs. 11,85,644/-	Rs. 1,08,000	Rs. 12,93,644/-

5. Shareholders/Investors Grievance Committee

At present, Mr. Manish Poddar is the only member of the committee.

Shri D. V. Singhi, the secretary of the company, is designated as the compliance officer.

The committee oversees the disposal status of all complains/grievances of shareholders. No Share transfer application was pending for registration as on 31st March, 2013.

No Complain from the investors was pending at close.

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

6. General Body Meetings :

a) Date, Time and Location where last three Annual General Meetings held :

Nature of the General Meeting	Date & Time	Venue	If Special Resolution(s) passed
Annual General Meeting	22nd September, 2012 10.30 AM	16A, Brabourne Road Kolkata-700 001	Yes *
Annual General Meeting	24th September, 2011 10.30 AM	HOTEL NEERANAND P-34, India Exchange Place, Shah House (Near Tea Board) Kolkata - 700 001	No
Annual General Meeting	25th September, 2010 10.30 AM	16A, Brabourne Road Kolkata-700 001	Yes

* Special Resolution Passed

" Resolved that pursuant to the provisions of Sections 198, 269, 309, 310 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII to the said Act, approval be and is hereby accorded to the appointment of Shri. Ashok Kumar Poddar as Executive Chairman of the Company for a period of three years with effect from 1st April, 2012 upon the terms and conditions as set out in the agreement dated 11th August, 2012 entered into between the Company and Shri Ashok Kumar Poddar."

b) Postal Ballot :

No postal ballots were used for voting in the previous 3 AGMs. At the ensuing AGM, there is no item on the agenda that needs consent of the members under postal ballot.

7. Disclosures :

There are no materially significant transactions with the related parties viz. promoters, directors or the management, their subsidiaries or relatives etc. that have potential conflict with company's interest at large. Transactions with the related parties are disclosed in Note No. 38 to the Financial Statements for the year ended 31st March, 2013.

No penalties or strictures have been imposed on the company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets in last three years.

8. Means of Communication :

The financial results of the Company are sent to the Stock Exchange and published in newspapers as required under clause 49 of the listing agreement. Half-yearly report is not sent to household of shareholders.

Quarterly financial results are published in an English Daily Newspaper.

The Company is not having any website.

The Company has not made any presentation to institutional investors or to the analysts.

Management Discussion and Analysis Report forms part of the Annual Report.

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

9. General Shareholder Information :

Annual General Meeting - Date & Time Venue	10th August, 2013 at 10.30 A.M. 16A, Brabourne Road, Kolkata - 700 001
Financial Calendar for F.Y. 2013-14 (From 1.4.2013 to 31.3.2014)	a) First Quarterly Result - on or before 15.08.13 b) Second Quarterly and Half Yearly Result - on or before 15.11.13 c) Third Quarterly Result - on or before 15.02.2014 d) Fourth Quarterly and Yearly Result - on or before 15.05.14
Date of Book Closure	07/08/2013 to 10/08/2013
Dividend Payment	Board of Directors at their meeting held on 21st May, 2013 decided not to recommend any dividend on the equity shares of the Company to conserve resources.
Listing on Stock Exchanges	The Calcutta Stock Exchange Association Ltd. (CSEA), 7, Lyons Range, Kolkata-700 001 Listing Fees for the 2013-14 has been paid to the above stock exchange.
Stock Code	CSEA - 10012589
Demat ISIN No. for NSDL and CDSL	INE 948C 01026

Stock Market Price for the Financial Year 2012-13 :

Month	High	Low	Volume
	Rs.	Rs.	Nos
April, 2012	1.60	1.60	20000
May, 2012	1.60	1.60	Nil
June, 2012	1.60	1.60	Nil
July, 2012	1.60	1.60	749800
August, 2012	1.60	1.60	476000
September, 2012	1.60	1.60	12460
October, 2012	1.60	1.60	Nil
November, 2012	1.60	1.60	Nil
December, 2012	1.60	1.60	Nil
January, 2013	1.60	1.60	Nil
February, 2013	1.60	1.60	Nil
March, 2013	1.60	1.60	Nil

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

9. General Shareholder Information :

Registrar and Transfer Agent	Maheshwari Datamatics Pvt. Ltd. 6, Mangoe Lane, 2nd Floor, Kolkata-700 001
Company's Registered Office	16A, Brabourne Road, 9th Floor Kolkata-700 001
Plant Location	64, Moulana Azad Road, P.O. Budge Budge Dist. 24 Pdns (S), Pin-743 319, West Bengal
Address for correspondence	16A, Brabourne Road, 9th Floor Kolkata-700 001
Contact Person for clarification on Financial Statements	Mr. Darveer Singhi 16A, Brabourne Road, 9th Floor Kolkata-700 001

Share Transfer System :

M/s. Maheshwari Datamatics Pvt. Ltd. is the registrar and share transfer agent of the Company for both physical and electronic shares. Share transfers are approved in accordance with the powers delegated by the Board of Directors to the Managing Director and Secretary of the Company. After transfers are approved, the registrar and share transfer agent process the same. Practicing Company Secretary checks the system and certificate to that effect is filed with stock exchange.

The Distribution of Shareholding as on 31st March, 2013 :

No. of Ordinary Share held	No. of shares	%	No. of share-holders/Folios	%
Up to 500	33544	0.53	297	87.10
501 to 1,000	5867	0.09	9	2.64
1,001 to 2,000	4756	0.07	3	0.88
2,001 to 3,000	16186	0.29	7	2.05
3,001 to 4,000	14107	0.22	4	1.17
4,001 to 5,000	Nil	Nil	Nil	Nil
5,001 to 10,000	41982	0.66	5	1.47
10,001 and above	6263709	98.14	16	4.69
Total	6382151	100.00	341	100.00
Physical Mode	176846	2.77	234	68.62
Demat Mode	6205305	97.23	107	31.38

BUDGE BUDGE COMPANY LIMITED

CORPORATE GOVERNANCE (Contd.)

Shareholding pattern as on 31st March, 2013 :

Category	No. of Shares	%
Promoters	4719604	73.95
Mutual Fund / UTI	Nil	Nil
Banks/Financial Institutions/Insurance		
Companies/Govt. Company	53948	0.85
Private Corporate Bodies	1561404	24.46
NRIs/foreign Shareholders	2335	0.04
Public/Others	44860	0.70
Total	6382151	100.00

10. Mandatory / Non-mandatory provisions of Corporate Governance :

- We have adopted all the mandatory requirements (except where not relevant or applicable) of the corporate governance.
- Shareholders/ Investors grievance committee has not been setup by the Company.
- Code of Conduct for Board Members and defined framework for risk management and its control are under implementation.
- The Company has not adopted the non-mandatory suggestions relating to a postal ballot system (except where compulsory under the Companies Act, 1956), sending yearly information to each household of shareholders.

ASHOK KUMAR PODDAR

Executive Chairman

MANISH PODDAR

Mg. Director

D. V. SINGHI

Secretary

Place : Kolkata

Dated the 21st day of May, 2013

BUDGE BUDGE COMPANY LIMITED

CERTIFICATE ON CORPORATE GOVERNANCE

TO THE MEMBERS OF BUDGE BUDGE COMPANY LIMITED

We have examined the compliance of conditions of Corporate Governance by **BUDGE BUDGE COMPANY LIMITED ("the Company")** for the year ended on 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the Company with the stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

We have been explained that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

P-21/22, Radha Bazar Street
Kolkata - 700 001

Dated the 21st day of May, 2013

For JAIN & CO.
Chartered Accountants
Registration No. 302023E

M. K. JAIN
Partner
Membership No. 055048

BUDGE BUDGE COMPANY LIMITED

AUDITORS' REPORT

TO MEMBERS OF BUDGE BUDGE COMPANY LIMITED

REPORT ON THE FINANCIAL STATEMENTS

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

MANAGEMENT RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

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

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
- b) in the case of the Statement of Profit and Loss Account, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

BUDGE BUDGE COMPANY LIMITED

AUDITORS' REPORT (Contd.)

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that :
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

P-21/22, Radha Bazar Street
Kolkata - 700 001

Dated the 21st day of May, 2013

For JAIN & CO.
Chartered Accountants
Registration No. 302023E

M. K. JAIN
Partner
Membership No. 055048

ANNEXURE TO THE AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE.

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

- 1)
 - a) The company has maintained proper records showing full particulars including quantitative details and situations of its fixed assets;
 - b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification;
 - c) In our opinion and according to information and explanations given to us, no fixed asset has been disposed off during the year and therefore does not affect the going concern assumption;
- 2)
 - a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals;

BUDGE BUDGE COMPANY LIMITED

AUDITORS' REPORT (Contd.)

- b) In our opinion and according to information and explanation given to us; the procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- c) In our opinion and on the basis of our examination of the records, the company is generally maintaining proper records of its inventories. No material discrepancy was noticed on the physical verification of stocks by the management as compared to book records;
- 3) a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, the provisions of clauses iii (b), iii(c) and iii (d) of the order are not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not taken loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Thus sub clauses iii(f) & iii(g) are not applicable to the company.
- 4) In our opinion and according to the information and explanations given to us, there is generally an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventories, fixed assets and with regards to sale of goods and services. During the course of our audit, no major instance of continuing failure to correct any weakness in the internal controls has been noticed;
- 5) a) According to the information and explanations given to us, contracts or arrangements that need to be entered into the register maintained in pursuance of Section 301 of the Act have been so entered.
- b) The transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6) The company has not accepted any deposits from public covered under section 58A, 58AA or any other relevant provision of that Act and rules framed thereunder.
- 7) The company has an adequate internal audit system commensurate with the size of the Company and nature of its business and has appointed a firm of chartered accountants as its internal auditor.
- 8) As per information and explanation given by the management, maintenance of cost records has been prescribed by the Central Government under section 209(1)(d) of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete;
- 9) a) According to the information and explanations given to us and the records of the company examined by us, the particulars of the undisputed statutory dues outstanding as at 31st March, 2013, for a period of more than six months from the date they become payable are annexed in Annexure-I to the Audit Report.
- b) According to the information and explanations given provided to us and records of the company examined by us, the particulars of Income Tax, Wealth Tax, Sales Tax, Service Tax, Customs

BUDGE BUDGE COMPANY LIMITED

AUDITORS' REPORT (Contd.)

Duty and Cess which have not been deposited on account of disputes pending at various forums is given in Annexure-II of the Audit Report.

- 10) The Company does not have any accumulated losses as at 31st March,2013 and has not incurred cash losses in the current and immediate preceding financial year;
- 11) Based on the information and explanations given to us, the Company has not defaulted during the year in repayment of dues to any financial institutions or banks except for sales tax loan related to earlier years referred to in note no 6 and 33 of the financial statements;
- 12) According to the information and explanation given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) The company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditors Report) Order,2003 (as amended)is not applicable to the Company.
- 14) According to the information and explanations given to us,the Company has maintained proper records of the transactions for dealing in shares ,securities and other investments and timely entries have been made therein. The shares,securities and other investments have been held by the Company in its own name.
- 15) According to the information and explanations given to us the Company has not given any guarantee for loans taken by others from a bank or financial institution.
- 16) Based on our audit procedures and on the information given by the management, we report that the Company has applied the money received as term loans during the year for the purposes for which they were obtained.
- 17) Based on the information and explanation given to us and on an overall examination of the Balance Sheet of the Company as at 31st March,2013, we report that no funds raised on short term basis have been used for long term investment by the Company.
- 18) Based on the audit procedures and the information and explanations given to us by the management ,we report that the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.
- 19) The company has not issued any debentures and hence no securities have been created.
- 20) The Company has not raised any money by public issue during the year.
- 21) Based on the audit procedures performed and the information and expalanations given to us ,we report that no fraud on or by the Company has been noticed or reported during the year,nor have we been informed of such case by the management.

P-21/22, Radha Bazar Street
Kolkata - 700 001
Dated the 21st day of May, 2013

For JAIN & CO.
Chartered Accountants
Registration No. 302023E
M. K. JAIN
Partner
Membership No. 055048

BUDGE BUDGE COMPANY LIMITED

ANNEXURE - I

List of Undisputed Statutory Dues as on 31-03-2013

Name of the Statute	Nature of Dues	Relating to year	Amount Outstanding Rs.	Total Amount Outstanding Rs.
West Bengal Sales Tax Act, 1954	Sales Tax	1994-99	14487	
		2001-02	170468	184955
Central Sales Tax Act, 1956	Sales tax	1996-97		10000
West Bengal Sales Tax Act, 1994	Raw Jute Tax	1995-96	5878154	
		2002-03	299995	
		2003-04	514	6178663
				6373618

BUDGE BUDGE COMPANY LIMITED

ANNEXURE - II

Disputed Statutory Dues as on 31-03-2013

Name of the Statute	Nature of Dues	Period to which the amount relate	Forum where dispute is pending	Amount in Rs.	Amount in Rs.
B.F.(S.T.) Act '41 B.F.(S.T.) Act '41	Assessment Dues DO	1995-96 1994-95	Sr. Jt. Commissioner W.B.C.T. A & R Board	751499 586397	1337896
C.S.T. Act '56	DO	1982-83, 1997-98 1995-96 to 1997-98, 2001-02 2003-04 to 2004-05 2002-03	Jt. Commissioner W.B.C.T. A & R Board Addl. Commissioner High Court, Kolkata	9022103 28179696 2191838	39393637
W.B.S.T. Act '94	DO	1999-00 to 2001-02 2003-04 to 2004-05	W.B.C.T. A & R Board	6110459	
W.B.S.T. Act '94	DO	1995-96 to 1997-98 1998-99 2002-03, 2003-04	Sr. Jt. Commissioner W.B.C.T. A & R Board Addl. Commissioner High Court, Kolkata	17410901 331980 12400684	36254024
W.B. VAT 2003	DO	2005-06	Sr. Jt. Commissioner		16492347
W.B. VAT 2003	DO	2007-08	Sr. Jt. Commissioner		1258726
CST ACT 1956	DO	2007-08	Sr. Jt. Commissioner		2228793
W.B. VAT 2003	DO	2006-07	Addl. Commissioner		10390943
W.B. VAT 2003	DO	2008-09	Addl. Commissioner		11179735
CST ACT 1956	DO	2008-09	Addl. Commissioner		22166873
CST ACT 1956	DO	2009-10	Addl. Commissioner		19040835
					159743749

(26)

BUDGE BUDGE COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	(Amount in ₹)	
		As at 31st March, 2013	As at 31st March, 2012
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	1	6,38,21,510	6,44,21,510
Reserves and Surplus	2	44,74,43,705	42,97,92,806
		51,12,65,215	49,42,14,316
Non-Current Liabilities			
Long-Term Borrowings	3	2,64,71,240	21,99,857
Deferred Tax Liabilities	4	1,16,92,537	89,91,970
		3,81,63,777	1,11,91,827
Current Liabilities			
Short-Term Borrowings	5	10,59,00,792	12,42,58,817
Other Current Liabilities	6	50,43,41,858	45,85,62,577
Short-Term Provisions	7	2,85,09,720	1,74,68,212
		63,87,52,370	60,02,89,606
		1,18,81,81,362	1,10,56,95,749
ASSETS			
Non-Current Assets			
Fixed assets			
Tangible Assets	8	60,78,97,002	57,66,13,118
Intangible Assets	9	7,73,280	10,31,040
Capital Work in Progress		2,30,01,265	10,29,196
		63,16,71,547	57,86,73,354
Non-Current Investments	10	2,04,06,403	2,70,06,403
Long Term Loans and Advances	11	71,46,821	69,32,646
Other Non-Current Assets	12	40,92,005	34,40,476
		66,33,16,776	61,60,52,879
Current Assets			
Inventories	13	28,47,40,784	24,93,04,971
Trade Receivables	14	4,36,06,430	4,41,02,021
Cash and Cash Equivalents	15	1,86,82,769	1,36,24,636
Short Term Loans & Advances	16	17,35,51,896	17,07,81,858
Other Current Assets	17	42,82,707	1,18,29,384
		52,48,64,586	48,96,42,870
		1,18,81,81,362	1,10,56,95,749

The accompanying Notes from No. 1 to 46 are an integral part of the financial statements.

As per our report attached
For JAIN & CO.
Chartered Accountants
Registration No. 302023E
M. K. JAIN
Partner
Membership No. 55048

P-21/22, Radha Bazar Street
Kolkata - 700 001
Dated the 21st day of May, 2013

ASHOK KUMAR PODDAR, Chairman
MANISH PODDAR, Mg. Director
D. V. SINGHI, Secretary

BUDGE BUDGE COMPANY LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

<u>Particulars</u>	<u>Note No.</u>	<u>For the year ended 31st March, 2013</u>	<u>(Amount in ₹) For the year ended 31st March, 2012</u>
REVENUE			
Revenue from Operations	18	1,69,87,42,007	1,37,20,13,108
Other Income	19	1,33,10,046	1,19,49,847
TOTAL REVENUE		<u>1,71,20,52,053</u>	<u>1,38,39,62,955</u>
EXPENSES			
Cost of Materials Consumed	20	1,01,61,59,085	77,62,99,582
Changes in Inventories of Finished Goods, Work in Progress and Stock in Shares	21	(1,65,93,688)	1,06,546
Employee Benefits Expenses	22	31,25,01,843	28,21,56,646
Finance Costs	23	3,11,94,382	1,78,28,019
Depreciation & Amortisation	24	1,08,88,691	87,35,062
Other Expenses	25	29,40,47,292	25,05,48,503
TOTAL EXPENSES		<u>1,64,81,97,605</u>	<u>1,33,56,74,358</u>
Profit Before Tax		<u>6,38,54,448</u>	<u>4,82,88,597</u>
Tax Expenses			
Current Tax		1,27,53,053	96,30,062
Less : MAT Credit Entitlement		(49,25,699)	36,69,426
		<u>1,76,78,752</u>	<u>59,60,636</u>
Wealth Tax		20,196	—
Deferred Tax		27,00,567	28,54,312
		<u>2,03,99,515</u>	<u>88,14,948</u>
Profit After Tax		<u>4,34,54,933</u>	<u>3,94,73,649</u>
Earnings Per Equity Share			
(Nominal Value of Rs. 10 each)	40		
Basic & Diluted		6.81	6.17

The accompanying Notes from No. 1 to 46 are an integral part of the financial statements.

As per our report attached
For JAIN & CO.
Chartered Accountants
Registration No. 302023E
M. K. JAIN
Partner
Membership No. 55048

P-21/22, Radha Bazar Street
Kolkata - 700 001
Dated the 21st day of May, 2013

ASHOK KUMAR PODDAR, *Chairman*
MANISH PODDAR, *Mg. Director*
D. V. SINGHI, *Secretary*

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
1.	(A) SHARE CAPITAL		
	Deatils of Authorised, Issued, Subscribed and Fully Paid Up Shares		
	Authorised Share Capital :		
	10,000 (Previous Year 10,000) 11% Redeemable Cumulative Preference Shares of Rs. 100/- each	10,00,000	10,00,000
	50,000 (Previous Year 50,000) 11% Redeemable Cumulative Preference Shares of Rs. 30/- each	15,00,000	15,00,000
	64,00,000 (Previous Year 64,00,000) Ordinary Equity Shares of Rs. 10/- each)	6,40,00,000	6,40,00,000
		6,65,00,000	6,65,00,000
	Issued, Subscribed & Paid up Share Capital :		
	Nil Shares (Previous Year 6,000) 11% Redeemable Cumulative Preference Shares of Rs. 100/- each fully paid up	—	6,00,000
	63,82,151 (Previous Year 63,82,151) Ordinary Equity Shares of Rs. 10/- each	6,38,21,510	6,38,21,510
		6,38,21,510	6,44,21,510

Terms and rights attached to Equity Shares

The company has only one class of Equity Shares having par value of Rs. 10 per share. Each holder of Equity Shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of Equity Shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by Shareholders.

Terms and rights attached to Preference Shares

The company has only one class of Preference Shares having par value of Rs. 100 per share fully paid up. Preference Shares carry a dividend of 11%, only when it is declared by the company. The dividend is paid by the company in Indian Rupees only. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. Each holder of Preference Shares is entitled to one vote per share only on resolutions placed before the company which directly affect the rights attached to Preference Shares.

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
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The 11% Redeemable Cumulative Preference Shares of Rs. 100/- each are redeemable at par at any time after the expiry of 12 years but not later than 15 years from the date of allotment i.e. 29th September, 1977 by giving not less than 6 months notice. In the event of liquidation of the company before redemption of Preference Shares, the holders of Preference Shares will have priority over Equity Shares in the payment of dividend and repayment of capital. The shares have been redeemed during the year on 23rd March, 2013.

(B) Reconciliation of Paid-up Share Capital

11% Redeemable Cumulative Preference Shares of Rs. 100 each

Number of shares outstanding as at the beginning of the year	6,000	6,000
Less: Redeemed during the year	6,000	—

Number of shares outstanding as at the end of the year	—	6,000
--	---	-------

Ordinary Equity Shares of Rs. 10 each

Number of shares outstanding as at the beginning of the year	63,82,151	63,82,151
--	-----------	-----------

Number of shares outstanding as at the end of the year	63,82,151	63,82,151
--	-----------	-----------

(C) Shares Held By Shareholders Holding more than 5% Shares of the Company

i) Equity Shares of Rs. 10 each.

Sl. No.	Name of the shareholder	As At 31.03.2013		As At 31.03.2012	
		No. of Shares	%	No. of Shares	%
		Held		Held	
1	Shri. Manish Poddar	1004780	15.74	1004780	15.74
2	Smt. Madhushree Poddar	740600	11.60	740600	11.60
3	Smt. Divya Poddar	634100	9.94	634100	9.94
4	M/s. Ashok Kumar Poddar (HUF)	1436100	22.50	500000	7.83
5	Master Vishrut Poddar	—	—	436000	6.83
6	Miss. Avishi Poddar	—	—	400000	6.27
7	Miss. Vasavi Poddar	400000	6.27	400000	6.27
8	M/s. Ripon Estate Limited	—	—	549800	8.61
9	M/s. A.M.Udyog Limited	376660	5.90	374900	5.87
10	M/s. Raghuvir Realtors Pvt. Ltd.	1146500	17.96	600500	9.41

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
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ii) 11% Redeemable Cumulative Preference Shares of Rs. 100 each

Sl. No.	Name of the shareholder	As At 31.03.2013		As At 31.03.2012	
		No. of Shares	%	No. of Shares	%
		Held		Held	
1	Poddar Udyog Limited	—	—	4500	75.00
2	United Bank of India	—	—	1500	25.00

(D) Details of allotment of shares for consideration other than cash during the last five years

Sl. No.	Particulars	₹s.
1	Allotment of shares as fully paid up pursuant to contracts without payment being received in cash 5483500 equity shares of Rs. 10/- each fully paid up allotted on 30.10.2010 pursuant to the Scheme of Amalgamation without payment being received in cash	5,48,35,000

2. RESERVE & SURPLUS

General Reserve

Opening Balance	35,64,91,154	35,84,32,846
Add : Transferred from Statement of Profit & Loss	4,00,00,000	3,00,00,000
	39,64,91,154	38,84,32,846
Less: Transferred to Statement of Profit and Loss on account of depreciation	2,58,04,034	2,58,04,034
Deferred Tax Liabilities Adjusted on Depreciation at the beginning of the year	—	61,37,658
	2,58,04,034	3,19,41,692
	37,06,87,120	35,64,91,154

Capital Redemption Reserve

Opening Balance	15,91,890	15,91,890
	15,91,890	15,91,890

Statement of Profit and Loss

Opening Balance	7,17,09,762	6,22,36,696
Add: Profit for the year	4,34,54,933	3,94,73,649
	11,51,64,695	10,17,10,345

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	(Amount in ₹)	
		As at 31st March, 2013	As at 31st March, 2012
	Less: Transferred to General Reserve	4,00,00,000	3,00,00,000
	Income Tax for earlier years	—	583
		<u>4,00,00,000</u>	<u>3,00,00,583</u>
		<u>7,51,64,695</u>	<u>7,17,09,762</u>
		<u>44,74,43,705</u>	<u>42,97,92,806</u>

3. LONG-TERM BORROWINGS

TERM LOANS FROM BANK

Secured

From HDFC Bank (Secured by hypothecation of Motor Vehicles)	18,54,994	17,94,405
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From Allahabad Bank (Secured by hypothecation of fixed assets created out of bank loan and equitable mortgage of land and building of the company and hypothecation of Plant and Machinery of the Company and personally guaranteed by Managing Director, a Director of the Company and corporate guarantee given by a company under the same management)	2,20,81,841	—
	<u>2,39,36,835</u>	<u>17,94,405</u>

TERMS OF REPAYMENT

Particulars	Original Loan	Repayment Terms
	Rs.	
From HDFC Bank-Car Loan	31,60,000	45 monthly instalments of Rs. 65,065/- starting from November, 2010 and ending on July, 2014.
From HDFC Bank-Car Loan	9,00,000	36 monthly instalments of Rs. 29,500/- starting from May, 2012 and ended on April, 2015
From Allahabad Bank-Term Loan	2,18,03,461	16 Quarterly instalments of Rs. 23,44,000/- starting from June, 2014 and ended on March, 2018 on sanctioned limit of 3.75 crores

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
TERM LOANS FROM OTHERS			
Secured			
	From Reliance Capital Ltd.	1,83,202	4,05,452
	From BMW India Financial Services P. Ltd.	16,53,242	—
	From Kotak Mahindra Prime Ltd.	6,97,961	—
	(Secured by hypothecation of Motor Vehicles)		
		25,34,405	4,05,452

TERMS OF REPAYMENT

Particulars	Original Loan Rs.	Repayment Terms
Reliance Capital Ltd-Car Loan	2,80,000	36 monthly instalments of Rs. 9,024/- each starting from November, 2010 and ending on October, 2013
Reliance Capital Ltd-Car Loan	3,60,000	36 monthly instalments of Rs. 11,600/- each starting from March, 2010 and ended on February, 2013
Reliance Capital Ltd-Car Loan	5,67,750	36 monthly instalments of Rs. 18,800/- each starting from February, 2012 and ending on January, 2015
BMW India Financial Services P. Ltd.-Car Loan	20,00,000	60 monthly instalments of Rs. 43,325/- each starting from March, 2013 and ending on February, 2018
Kotak Mahindra Prime Ltd-Car Loan	10,00,000	36 monthly instalments of Rs. 32,150/- each starting from April, 2013 and ending on March, 2016

2,64,71,240

21,99,857

4 DEFERRED TAX LIABILITY

Deferred Tax Liabilities Being The Tax Impact On

Difference of WDV of Fixed Assets as Per
Income Tax Law and Books

1,16,92,537

89,91,970

1,16,92,537

89,91,970

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS *(Contd.)*

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
5	SHORT-TERM BORROWINGS		
	Secured		
	From Banks		
	Credit Line from Axis Bank Ltd.	—	2,72,01,335
	(Secured by Pledge of Warehouse Receipts/Storage Receipts with lien noted in favour of the bank and personally guarantee by Managing Director of the Company).		
	Cash Credit from Allahabad Bank	10,59,00,792	9,70,57,482
	(Secured by hypothecation of entire stocks book debts and other current assets of the company, both present and future, equitable mortgage of land and building of the company and hypothecation of Plant and Machinery of the Company and personally guaranteed by Managing director and a Director of the company and corporate guarantee given by a company under the same management.)		
		<u>10,59,00,792</u>	<u>12,42,58,817</u>
6	OTHER CURRENT LIABILITIES		
	Trade Payables (Refer Note No. 34)	33,88,12,314	31,37,81,966
	Bank Overdraft (Due to Reconciliation)	25,82,652	33,96,672
		<u>34,13,94,966</u>	<u>31,71,78,638</u>
	Others Liabilities		
	Current Liabilities of Long Term Borrowings (Refer Note No. 3)		
	Term Loan from HDFC Bank Ltd.	5,90,715	5,90,715
	Term Loan from Reliance Capital Ltd	2,22,249	3,77,475
	Term Loan from BMW India Financial Services P. Ltd.	3,21,500	—
	Term Loan from Kotak Mahindra Prime Ltd.	3,02,039	—
	Sales Tax Loan from Government of West Bengal	54,43,149	54,43,149
	Sales Tax Loan from WBIDC	2,47,63,975	2,47,63,975
	Sales Tax Incentive Loan from WBIDC	17,50,000	17,50,000
	Special Capital Incentive Loan from WBIDC	7,50,000	7,50,000
		<u>3,41,43,627</u>	<u>3,36,75,314</u>

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
	Current Maturities of Short Term Borrowings		
	Unsecured Loans from Others	5,50,000	5,50,000
	Statutory Payable		
	TDS Payable	5,00,369	5,33,865
	West Bengal Profesional Tax Payable	1,38,828	1,38,383
		<u>6,39,197</u>	<u>6,72,248</u>
	Other Payables		
	Brokerage & Commission Payable	80,41,564	12,98,445
	Electricity Charges Payable	48,07,750	62,98,522
	Salary & Wages Payable	2,60,82,620	2,24,21,562
	Other Payables	4,22,98,826	2,95,12,756
		<u>8,12,30,760</u>	<u>6,65,31,285</u>
	Advances from Customers	61,66,870	19,81,172
	Other Advances Received	29,36,731	30,42,912
	Liability for Preference Share Redemption	3,31,725	5,07,930
	Interest Accrued & Due on Unsecured Loans	3,69,47,982	3,44,23,078
		<u>4,63,83,308</u>	<u>3,99,55,092</u>
		<u>50,43,41,858</u>	<u>45,85,62,577</u>
7	SHORT-TERM PROVISIONS		
	Provision for Income Tax	2,84,89,524	1,57,81,367
	Provision for Fringe Benefit Tax	—	16,86,845
	Provision for Wealth Tax	20,196	—
		<u>2,85,09,720</u>	<u>1,74,68,21</u>

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

NOTE NO. 8

TANGIBLE FIXED ASSETS

PARTICULARS	GROSS BLOCK		DEPRECIATION		NET BLOCK	
	As At	As At	As At	Provided	As At	As At
	31-03-12	31-03-13	31-03-12	for the year	31-03-13	31-03-12
Land	155787500	155787500	—	—	—	155787500
Buildings	214879113	214879113	92684463	8801523	101485986	113993127
Plant & Machinery	580276608	60810058	7801467	26065542	1638979	315121447
Furniture & Fixtures	4690737	8821108	—	230147	—	11234628
Office Equipments	861663	91238	—	45948	—	492725
Motor Car	11092255	5593811	2560629	1053265	3279899	10845538
Data Processing Machines	3041655	97286	—	238540	2116904	1022037
Total	970629531	75413501	10362096	36434965	2667444	607897002
Previous Year	945024369	37202522	11597360	34281336	6791372	576613118

NOTE NO. 9

INTANGIBLE FIXED ASSETS

PARTICULARS	GROSS BLOCK		AMORTISATION		NET BLOCK	
	As At	As At	As At	Provided	As At	As At
	31-03-12	31-03-13	31-03-12	for the year	31-03-13	31-03-12
Computer Software	1288800	1288800	257760	257760	515520	773280
Total	1288800	1288800	257760	257760	515520	1031040
Previous Year	—	1288800	—	257760	—	1031040

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

		(Amount in ₹)				
Note No.	Particulars	Face Value	Numbers		Amount	
			As at 31.3.2013	As at 31.3.2012	As at 31.3.2013	As at 31.3.2012
10 NON CURRENT INVESTMENTS						
Non - Trade Investment						
Investment in Equity Instruments (At Cost)						
Long term						
In Fully paid up Shares of Joint Stock Companies						
(Long Term Unless Otherwise Stated)						
Other than Trade						
A. QUOTED						
	Whirlpool of India Ltd.	10	300	300	7050	7050
B. UNQUOTED						
	A.M.Industries Ltd.	100	400	400	40000	40000
	A.M.Industries Ltd. (11% Redeemable Cumulative Preference Shares)	10	400238	400238	3809544	3809544
	A.M.Udyog Ltd.	100	7	7	700	700
	A.M.Udyog Ltd. (11% Redeemable Cumulative Preference Shares)	10	678405	678405	6558225	6558225
	Ankit Lifeline Pvt Ltd.	10	-	20000	-	2000000
	Aper Dealers (P) Ltd	10	7700	7700	77000	77000
	Ashmani Developers Ltd	10	10962	10962	103962	103962
	Chiranjilai & Co Pvt Ltd.	10	-	30000	-	300000
	Deejay Promoters Pvt Ltd.	10	-	5000	-	2500000
	Dewulrop Tracon (P) Ltd	10	7700	7700	77000	77000
	Ess Emm Enclaves (P) Ltd.	10	37500	37500	375000	375000
	Jabali Commercial Co Pvt Ltd	10	1452	1452	290400	290400
	Jackson Mercantile (P) Ltd	10	200	200	2000	2000
	Joyeria Jewels India Pvt Ltd.	10	5000	5000	900000	900000
	Labh Export Pvt Ltd	100	1250	1250	250000	250000
	Lucky Projects Pvt Ltd.	10	-	7000	-	700000
	Malvika Distributors Pvt Ltd.	10	5000	5000	500000	500000
	Multi Storied Construction (P) Ltd	10	7500	7500	75000	75000
	Pranidhi Estate Pvt Ltd.	10	1050	1050	1050000	1050000
	Rajputana Consultants Pvt Ltd.	10	10000	2000	500000	100000

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

		(Amount in ₹)				
Note No.	Particulars	Face Value	Numbers		Amount	
			As at 31.3.2013	As at 31.3.2012	As at 31.3.2013	As at 31.3.2012
	Rash Behari construction (P) Ltd	10	7500	7500	75000	75000
	Rudrani Construction (P) Ltd	10	7500	7500	75000	75000
	Shokeen Properties Pvt Ltd.	10	-	2400	-	1200000
	Southwest Construction (P) Ltd	10	300	300	3000	3000
	Sri Balaji Rocks Ltd.	10	-	3000	-	300000
	Suncity Properties (P) LTD.	10	5000	5000	158000	158000
	The Laxmi Salt Co Ltd.	10	2000	2000	1400000	1400000
	The Wallwood Plantation & Agency Ltd	10	15600	15600	117585	117585
	Tivoipark Apartments (P) Ltd.	100	6500	6500	650000	650000
	Tyron Agency (P) Ltd	10	200	200	2000	2000
	Winmore Commercial (P) Ltd	10	200	200	2000	2000
C. Investment in Subsidiary Company						
	Vasavi Infrastructure Projects Limited	10	360000	360000	3300000	3300000
D. In Government Securities						
	7 years National Saving Certificate lodged as Security with Central Excise Authority				7937	7937
	Aggregate Value of Unquoted Investments.				<u>20399353</u>	<u>26999353</u>
	Aggregate Value of Investments.				<u>20406403</u>	<u>27006403</u>
Notes :						
(1) Quoted Investments						
	Aggregate amount				7050	7050
	Market value				66075	59655
(2) Unquoted Investments						
	Aggregate amount				20399353	26999353

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	As at 31st March, 2013	(Amount in ₹) As at 31st March, 2012
11	LONG-TERM LOANS AND ADVANCES		
	Unsecured, Considered Good unless otherwise stated	71,46,821	69,32,646
	Security Deposits	<u>71,46,821</u>	<u>69,32,646</u>
12	OTHER NON-CURRENT ASSETS		
	Long -Term Trade Receivables		
	Unsecured, Considered Good unless otherwise stated	40,92,005	34,40,476
	Trade Receivables	<u>40,92,005</u>	<u>34,40,476</u>
13	INVENTORIES		
	(As per Inventories Taken, Valued and Certified by the management)		
	Raw Materials	15,14,42,193	13,62,74,148
	Work in Progress	3,38,05,658	1,96,19,674
	Finished Goods	6,33,46,719	6,09,39,015
	Stores and Spare Parts	2,45,23,140	2,08,49,060
	Stock in Trade		
	Stock of Shares	1,16,23,074	1,16,23,074
		<u>28,47,40,784</u>	<u>24,93,04,971</u>
14	TRADE RECEIVABLES		
	Unsecured, Considered Good unless otherwise stated		
	Outstanding For More Than Six Months	47,76,162	8,10,997
	Others	3,88,30,268	4,32,91,024
		<u>4,36,06,430</u>	<u>4,41,02,021</u>
15	CASH AND BANK BALANCES		
	Cash & Cash Equivalents		
	In Current Accounts	1,78,12,608	57,43,628
	Cash in hand	8,70,161	13,81,008
	Other Bank Balance		
	In Fixed Deposit Account (Maturity Within 12 Months) (Under Lien with Allahabad Bank)	—	65,00,000
		<u>1,86,82,769</u>	<u>1,36,24,636</u>

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	(Amount in ₹)	
		As at 31st March, 2013	As at 31st March, 2012
16	SHORT TERM LOANS & ADVANCES		
	(Unsecured, Considered Good unless otherwise stated)		
	Loans to Body Corporates-Others	6,64,62,193	7,11,73,358
	Advances to a Subsidiary	3,14,07,000	3,69,82,000
	Advances Recoverable in Cash or in kind for value to be received (Refer Note No. 28)	4,50,88,541	3,87,35,986
	Advance Payment of Income Tax	2,14,96,030	89,96,030
	Income Tax Deducted at Source	43,11,483	34,50,395
	MAT Credit Entitlement	46,72,389	96,42,984
	Advance Fringe Benefit Tax	1,14,260	18,01,105
		17,35,51,896	17,07,81,858
17	OTHER CURRENT ASSETS		
	Advance Against Share Application	10,00,000	10,00,000
	Prepaid Expenses	19,55,716	18,84,319
	Balances with Customs & Port Trust Authorities	46,184	46,184
	Balances with Excise Department	49,099	29,760
	Deposit with Govt. Department & Others	12,31,708	88,69,121
		42,82,707	1,18,29,384
			(Amount in ₹)
Note No.	Particulars	(Amount in ₹)	
		For the year ended 31st March, 2013	For the year ended 31st March, 2012
18	REVENUE FROM OPERATIONS		
	Sale of Products		
	Jute Goods	1,68,71,96,201	1,36,57,29,019
	Other Operating Revenue		
	Branding Charges (Net)	1,15,45,806	21,91,670
	Sale of Shares in Trade	-	40,92,419
		1,69,87,42,007	1,37,20,13,108

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	(Amount in ₹)	
		For the year ended 31st March, 2013	For the year ended 31st March, 2012
19	OTHER INCOME		
	Dividend Received		
	- From Other Non Current investments	1,18,258	1,56,938
	Interest Received		
	- On Loans & Others	25,64,229	34,82,355
	- On Term Deposits	—	1,35,606
	Profit on Sale of Fixed Assets (Net)	(55,531)	59,16,836
	Profit on Sale of Investments in Shares (Net)	—	34,370
	Rent Received	60,00,000	—
	Miscellaneous Receipts	11,71,342	12,700
	Sale of Scrap	35,11,748	22,11,042
		1,33,10,046	1,19,49,847
20	COST OF MATERIALS CONSUMED		
	Raw Materials Consumed		
	Opening Stock	13,62,74,148	6,76,95,958
	Add : Purchases	1,00,88,64,545	82,63,77,930
	Add : Jute Expenses	2,24,62,585	1,84,99,842
		1,16,76,01,278	91,25,73,730
	Less: Closing Stock	15,14,42,193	13,62,74,148
		1,01,61,59,085	77,62,99,582
21	CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND SHARES IN TRADE		
	Opening Stock		
	Finished Goods	6,09,39,015	5,32,22,741
	Work in Process	1,96,19,674	2,59,44,672
	Shares	1,16,23,074	1,31,20,896
		9,21,81,763	9,22,88,309
	Closing Stock		
	Finished Goods	6,33,46,719	6,09,39,015
	Work in Process	3,38,05,658	1,96,19,674
	Shares	1,16,23,074	1,16,23,074
		10,87,75,451	9,21,81,763
	Decrease / (Increase) in Stocks	(1,65,93,688)	1,06,546

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Note No.	Particulars	(Amount in ₹)	
		For the year ended 31st March, 2013	For the year ended 31st March, 2012
22	EMPLOYEE BENEFIT EXPENSES		
	Salaries and Wages	27,72,59,937	25,14,23,349
	Contribution to Provident Fund & Other Funds	3,28,44,704	2,88,07,551
	Staff Welfare Expenses	23,97,202	19,25,746
		<u>31,25,01,843</u>	<u>28,21,56,646</u>
23	FINANCE COSTS		
	Interest Expenses (Refer Note No. 29)	3,07,75,567	1,68,70,750
	Other Borrowing Costs	4,18,815	9,57,269
		<u>3,11,94,382</u>	<u>1,78,28,019</u>
24	DEPRECIATION & AMORTISATION EXPENSE		
	Depreciation on Tangible Assets	3,64,34,965	3,42,81,336
	Less: Transferred from General Reserve	2,58,04,034	2,58,04,034
		<u>1,06,30,931</u>	<u>84,77,302</u>
	Amortisation on Intangible Assets	2,57,760	2,57,760
		<u>1,08,88,691</u>	<u>87,35,062</u>
25	OTHER EXPENSES		
	Consumption of Stores & Spare Parts	11,38,86,376	8,77,29,476
	Carriage Inward	7,20,893	2,15,348
	Power and Fuel	8,16,98,097	7,55,22,544
	Rent	3,96,000	3,96,000
	Repairs to Building	25,70,554	18,97,496
	Repairs to Machinery	43,36,485	35,37,783
	Insurance Charges	19,00,637	16,05,727
	Rates and Taxes	51,65,682	7,40,500
	Other Manufacturing Expenses	3,81,55,160	2,73,32,676
	Duty, Cess, Entry Tax, Freight and Other Sales Expenses	1,57,45,682	2,28,31,528
	Directors Remuneration	34,80,000	9,60,000
	Auditors		
	Statutory Audit Fees	50,562	50,562
	Other Matters	19,663	19,663
	Miscellaneous expenses	2,49,21,501	2,77,09,200
		<u>29,40,47,292</u>	<u>25,05,48,503</u>

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

26 SIGNIFICANT ACCOUNTING POLICIES

i) System of Accounting

- a) The Company generally follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.
- b) Financial statements are based on historical cost convention method modified by revaluation of certain fixed assets as a going concern and are in consonance with generally accepted accounting principles.

ii) Use of Estimates

The preparation of financial statements require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities as at the Balance Sheet date and the reported amounts of income and expenses during the year. Differences between the actual results and estimates are recognized in the year in which the results are known / materialised.

iii) Fixed Assets and Depreciation

- a) Fixed assets, other than those revalued are stated at cost /book value less depreciation and capital subsidy.
- b) Intangible Assets comprises of software, expected to provide future including economic benefits are stated at cost less accumulated amortisation. Cost comprises purchase value and directly attributable expenditure on making the asset ready for its intended use.
- c) Depreciation is provided on assets acquired / installed after 1.6.75 on straight line method and assets acquired / installed prior to that on written down value method at the rates applicable at the time of acquisition / installation of such assets. However, depreciation on assets acquired / installed after 1.4.87 has been calculated at the rates applicable as per Schedule XIV to the Companies Act, 1956.
- d) Software is being amortised over a period of five years.
- e) The amounts added on revaluation is amortised over the period of useful life of the asset as determined and an equivalent amount thereof is transferred to the Profit & Loss Account from the Revaluation/General Reserve.

iv) Government Grants

Revenue grants including subsidy / rebates are credited to Profit and Loss Account under "Other Income" or deducted from the related expenses. Grants relating to fixed assets are credited to Capital Reserves Account or adjusted in the cost of such assets as the case may be. These are accounted for as and when the ultimate realisability is established.

v) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

On initial recognition, all investments are measured at cost. The cost comprises purchase price and direct attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements 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 recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

vi) Exchange Fluctuations

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.

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.

Exchange Differences

Exchange differences arising on the settlement of monetary items are recognised as income or as expense in the year in which they arise.

vii) Inventories

a) Inventories are valued at lower of the cost and net realisable value. Costs in respect of these inventories is determined on monthly/annual weighted average method. Cost in respect of finished stock and process stock is estimated considering direct material, production overhead and appropriate portion of administrative overheads.

Cess duty payable on finished goods lying at factory at the year end is included in the valuation of finished goods.

b) Stock of shares and debentures has been valued at cost or market value whichever is lower.

viii) Employees Benefits

a) Defined Contribution Plans

The Company has defined contribution plans in the form of Provident Fund, EDLI, ESIC and Labour Welfare Fund and the contributions are charged to the Profit & Loss Account for the year as and when the contributions to respective funds are due. There are no other obligations other than contribution payable to these respective funds.

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

b) Other Retiral Benefits

The liability for gratuity at the end of the year payable to employees is determined on the basis of actuarial valuation under Revised AS-15 norms but the same has not been provided and is reflected by way of a note to the accounts.

The other retiral benefits are accounted for as and when the liability for payment arises.

ix) Borrowing cost

Borrowing costs that are directly attributable to the acquisition of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use.

Other Borrowing costs are recognised as expense in the period in which they are incurred.

x) Sales

- a) Sales other than through consignees are accounted for on passing of property as per terms of sales and as per prevailing business practice in this regard.
- b) Goods sent on consignment are accounted for as sale on the basis of receipt of Account Sale from respective consignees and in cases where account sales have not been received till the year end, sales are accounted for on the basis of proforma invoices raised.
- c) Sales is exclusive of cess duty and sales tax/Value Added Tax (VAT), rebate, discounts etc. are excluded therefrom.

xi) Revenue Recognition

- a) All expenses and income to the extent considered payable and receivable respectively, unless specifically stated to be otherwise, are accounted for on mercantile basis.
- b) Delayed payment charges to Raw Jute Suppliers are recognized as and when settled/paid.

xii) Claims

Insurance and other claims receivable are accounted for as and when ascertained/realised.

xiii) Expenses

Expenses under primary heads such as salary, wages, consumption of stores & raw materials etc. are being shown as usual in their respective heads of accounts instead of functional re-classification.

xiv) Taxation

Current income tax is measured at the amount expected to be paid to the tax authorities, computed in accordance with the applicable tax rates and tax laws. In case of tax payable as per provisions of MAT under section 115JB of the Income Tax Act, 1961, MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period.

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Deferred Tax arising on account of "timing differences and which are capable of reversal in one or more subsequent periods is recognised, using the tax rates and tax laws that are enacted or substantively enacted. Deferred tax asset is recognised only to the extent there is reasonable certainty with respect to reversal of the same in future years as a matter of prudence.

Minimum Alternate Tax (MAT) paid in a year is charged to the statement of Profit and Loss as current tax. The company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognises MAT Credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the Statement of Profit and Loss and shown as "MAT Credit Entitlement". The company reviews the "MAT Credit Entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

xv) 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 preference dividends and 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 are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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.

xvi) Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is to be charged to the profit and loss account in the year in which an asset is identified as impaired. The impairment loss, if recognized in any accounting period, is reversible if there is any change in the estimate of recoverable amount.

xvii) Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

xviii) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

xix) Prior Period Items

Prior Period and Extra Ordinary Items and Changes in Accounting Policies having material impact on the financial affairs of the company are disclosed.

xx) Cash and Cash Equivalents

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

27. Contingent Liabilities not provided for in respect of following :

	Current Year Rs.	Previous Year Rs.
a) Sales Tax demands pending with appellate authorities	25,67,11,212	8,54,73,016
b) Claim for Damages on delayed payment of Employee State Insurance dues which the Company has disputed and final order of Employee Insurance Court, Kolkata, is pending. However, the Company is entitled to obtain waiver with regard to interest penalty and damages for delayed payments of the old outstanding in respect of Provident Fund and Employee State Insurance under the relevant statutory provisions. Necessary steps are being taken to obtain the waiver from the appropriate authorities.	11,45,951	11,45,951

Provisions against above mentioned contingent liabilities have not been made as the management does not foresee any liability in view of the legal opinion taken by the management.

28. During the year a fire has broken out in the godown of the mill. The company has lodged the claim with the insurance company. The net loss due to fire of Rs. 5557390/- has been shown as receivable from Insurance company under the head "Advances Recoverable in Cash or in Kind (Refer Note No. 16).

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

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29. During the year the company has paid Rs. 1,28,00,000/- (including provision of Rs. 58,00,000/-) against demand for interest on Provident Fund dues and has been shown under Interest paid . (Refer Note No. 23).
30. The liability of Rs. 17,99,35,099/- (Previous Year Rs. 17,64,25,659/-) being gratuity payable to employees determined as per actuarial valuation as at 31st March, 2013 under Revised AS-15 norms has not been provided for in the accounts.
31. Sales include Rs. 236.67 lacs (previous period Rs. 938.29 lacs) on account of goods sent on consignment, which has been treated as sale on the basis of proforma invoice raised. The difference in value of sale and expenses has neither been ascertained nor accounted for. However, management does not expect any loss on this account.
32. i) Investments are of long term in nature and as such no provision for diminution in the break up value of unquoted shares has been considered necessary.
- ii) Certain shares/debentures held as investments/stock valued at Rs. 2,01,579/- could not be produced to the auditors for verification as these have either been lost in transit or are presently not traceable. Necessary steps including filing of suit on Investee Company have been initiated against the same. Further, pending certain formalities etc., certain shares/debentures held as stock valued at Rs. 8,577/- were not transferred in the name of the erstwhile AMI and consequently as at the balance sheet date have not been held by the Company in its own name.
33. On the basis of physical verification of assets and cash generation capacity of those assets, in the management perception, there is no impairment of assets as on 31st March, 2013.
34. The arrear cumulative dividend on 6000 Nos of 11% Redeemable Cumulative Preference Shares of Rs. 100/- each till 31.03.2013 amounted to Rs. 25,63,529/-.
35. The Company had filed an application before the Hon'ble High Court at Calcutta (the "Court") and West Bengal Taxation Tribunal "Extra Ordinary Jurisdiction" (the 'tribunal') alleging the interest aggregating to Rs. 1,37,71,765/- paid by it in the year 1997-98 under Central Sales Tax Act, 1961, West Bengal Sales Tax Act, 1954 and Bengal Finance (Sales Tax) Act, 1941 as refundable on the ground that such interest was paid without having any provision for levy of the said interest under the respective Acts and no such interest was assessed/charged in the respective assessment orders.
- In view of the above :
- a) Rs. 1,37,71,765/- paid by the Company in earlier years and Rs. 78,60,754/- being interest considered/ascertained by the management as receivable thereupon, pending decision of the Court/tribunal on the matter, have been considered good for recovery and is included under the head "Advances recoverable in cash or in kind" and undisputed sales tax dues amounting to Rs.63,73,618/- as disclosed in Annexure-1 to the Auditor Report has remain unpaid.
- b) The company has withheld the payment of principal and interest accrued on sales tax Loan.
36. Disclosure of Sundry creditors and current Liabilities is based on the information available with the company regarding the status of the suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Amount payable includes as on 31st March, 2013 to Micro, Small and Medium Enterprises an amount of principal together with interest aggregate to Rs.,NIL (Previous Year Rs. NIL).
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BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

37. The Company has only one segment i.e. manufacturing of Jute Goods and as a result the reporting required of AS-17 "Segment Reporting" as issued by ICAI are not attracted.
38. Related party disclosures as identified by the management in accordance with the Accounting Standard - 18 issued by The Institute of Chartered Accountant of India are as follows :

A) Relationship

- i) Parties where common Control exists : None
- ii) Other Related parties with whom the Company has entered into transactions during the year.

a) Associates

- i) A.M. Udyog Limited
- ii) A.M. Business & Finance Limited
- iii) A.M. Industries Ltd
- iv) Ashmani Developers Limited
- v) Bengal Investments Limited
- vi) Tivolipark Apartments (P) Ltd.

b) Key Management Personnel & Relatives

Shri Ashok Kumar Poddar (Executive Chairman))
Shri Manish Poddar (Managing Director)

c) Enterprises over which key management personnel and / or their relatives have significant influence :

Ripon Estates Ltd

d) Subsidiary Company

Vasavi Infrastructure Projects Limited

B) Transactions during the year with related parties in normal course of business & balances at the end of the financial year :

	In relation to item no.			
	A(i) above		A(ii) above	
	2012-13	2011-12	2012-13	2011-12
	₹	₹	₹	₹
i) Managerial Remuneration	3585644	1286106	—	—
ii) Payment to Raw Jute Creditors	—	—	390374145	373798798
iii) Payment to Stores Creditors	—	—	3385000	—
iv) Purchase of Raw Materials	—	—	576900250	394232684
v) Purchase of Stores Materials	—	—	—	—
vi) Advances Given	—	—	16448891	5645306
vii) Advances Received	—	—	21850000	200000
viii) Reimbursement of Expenses	—	—	70342	—
viii) Outstanding Payable As On 31.03.2013	—	—	202142001	183091505
ix) Outstanding Receivable As On 31.03.2013	—	—	48674917	54249917

BUDGE BUDGE COMPANY LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

39. The Company is mainly engaged in the business of manufacturing of Jute goods. During the year, risks and returns of the enterprise will therefore continue to be associated with business of manufacturing of Jute goods. Necessary segment information with respect to business of Jute goods are as follows :

The business segment has been considered as primary segment for reporting segment information.

Information about Geographical segments :

(Amount in Rs.)

	Domestic		Exports		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Segment Revenue						
From External Customers	Nil	1365729019	Nil	Nil	Nil	1365729019
Segment Assets	1188181362	1105435749	Nil	Nil	1188181362	1105435749

40. Statement showing calculation of Earning Per Share as per AS 20 of ICAI

	2012-13	2011-12
Profit/(Loss) After Tax	43454933	39407649
Weighted average number of Equity Shares of Rs. 10 Each fully paid up	6382151	6382151
Earning Per Share(in Rs.) (Basic & Diluted)	6.81	6.17

41. Raw Material Consumed :

	Quantity		Value (Rs.)		
	For the year ended	For the year ended	For the year ended	For the year ended	
	Unit	31.03.13	31.03.12	31.03.13	31.03.12
Raw Jute	M.T.	28123	27444	1016159085	776299582

42. Value of Imported and Indigenous Raw Materials consumed during the year :

	For the year ended		For the year ended	
	31.03.13	%	31.03.12	%
Indigenous	1007303767	99.13	771048412	99.32
Imported	8855318	0.87	5251170	0.68
	1016159085	100.00	776299582	100.00

BUDGE BUDGE COMPANY LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (Contd.)

43. Value of Imported and Indigenous Stores, Spares consumed during the year :

	For the year ended 31.03.13		For the year ended 31.03.12	
	Value (Rs.)	%	Value (Rs.)	%
Indigenous	113886376	100.00	87729476	100.00
Imported	—	—	—	—
	<u>113886376</u>	<u>100.00</u>	<u>87729476</u>	<u>100.00</u>

44. Value of Imports on C.I.F. Basis :

	For the year ended 31.03.13		For the year ended 31.03.12	
	Value (Rs.)	%	Value (Rs.)	%
Raw Materials	12530746	100.00	5251170	100.00
Components & Spare Parts	—	—	—	—
Capital Goods	—	—	—	—
	<u>12530746</u>	<u>100.00</u>	<u>5251170</u>	<u>100.00</u>

45. Expenditure in Foreign Currency :

	For the year ended 31.03.13	For the year ended 31.03.12
	Rs.	Rs.
Travelling Expenses	1846607	3186800

46. Previous year's figures have been regrouped / rearranged wherever necessary.

P-21/22, Radha Bazar Street
 Kolkata - 700 001
 Dated the 21st day of May, 2013

For JAIN & CO.
 Chartered Accountants
 Registration No. 302023E
 M. K. JAIN
 Partner
 Membership No. 55048

ASHOK KUMAR PODDAR, Chairman
 MANISH PODDAR, Mg. Director
 D. V. SINGHI, Secretary

BUDGE BUDGE COMPANY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

	As at 31.03.2013	(Amount in ₹) As at 31.03.2012
A) CASH FROM OPERATING ACTIVITIES		
Net profit/loss before tax & extra ordinary items	63854448	48288597
Adjustments for :		
Depreciation	10888691	8735062
Interest Paid	30775567	17828019
Rent Received	(6000000)	—
Dividend Income	(118258)	(156938)
Interest Received	(2564229)	(3617961)
Profit / (Loss) on Sale of Fixed Assets	55531	(5916836)
Profit on Sale of Investments (Net)	—	(34370)
	33037302	16836976
Net Profit/Loss before working capital changes	96891750	65125573
Adjustment for :		
Trade & Other Receivables	495591	19647894
Inventories	(35435813)	(69051487)
Net Increase / Decrease in Other Loans & Advances	10614583	(27235116)
Net Increase / Decrease in Current/ Non Current Liabilities	45779281	43503244
	21453642	(33135465)
Cash generated from operating activities	118345392	31990108
Direct Taxes Paid (Net of Refund)	(13361088)	(8329652)
Cash Flow before Extra Ordinary Items	104984304	23660456
Extra Ordinary Items	—	—
NET CASH FROM OPERATING ACTIVITIES	104984304	23660456
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(97385569)	(37826573)
Subsidy Received	5755320	2263010
Purchase of Investments	(400000)	—
Sale of Fixed Assets	1883800	8459814
Sale of Investment	7000000	10010370
Dividend Income	118258	156938
Rent Received	6000000	—
Interest Received	2564229	3617961
NET CASH FROM INVESTING ACTIVITIES	(74463962)	(13318480)

BUDGE BUDGE COMPANY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013 (Contd.)

	As at 31.03.2013	(Amount in ₹) As at 31.03.2012
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	24271383	(445530)
Proceeds from Short Term Borrowings	(18358025)	12207375
Redemption of Preference Shares	(600000)	—
Interest Paid	(30775567)	(17828019)
NET CASH FROM FINANCING ACTIVITIES	<u>(25462209)</u>	<u>(6066174)</u>
NET INCREASE IN CASH & CASH EQUIVALENTS	<u>5058133</u>	<u>4275802</u>
OPENING CASH & CASH EQUIVALENTS	<u>13624636</u>	<u>9348834</u>
CLOSING CASH & CASH EQUIVALENTS	<u>18682769</u>	<u>13624636</u>

The accompanying notes from 1 to 46 form an integral part of the financial statements.

As per our report attached of even date

For JAIN & CO.
Chartered Accountants
Registration No. 302023E
M. K. JAIN
Partner
Membership No. 55048

P-21/22, Radha Bazar Street
Kolkata - 700 001
Dated the 21st day of May, 2013

ASHOK KUMAR PODDAR, Chairman
MANISH PODDAR, Mg. Director
D. V. SINGHI, Secretary

BUDGE BUDGE COMPANY LIMITED

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

a) Name of the Subsidiary	VASAVI INFRASTRUCTURE PROJECTS LTD.
b) Financial year ending of the Subsidiary	31.03.13
c) Holding Company's Interest :	
i) Number	360000 Equity Shares of Rs. 10/- each fully paid
ii) Extent of Holding	76.60%
d) Net aggregate amount of Subsidiary Company's Profit or Loss which concerns the members of Budge Budge Company Limited to the extent mentioned above and not dealt with in the Company's accounts :	
i) For the Subsidiary Company's financial year ended 31/03/2013	(452331)
ii) For the Subsidiary Company's Previous financial year since it became a Subsidiary	1398774
e) Net aggregate amount of Subsidiary Company's Profit or Loss which concerns the members of Budge Budge Company Limited to the extent mentioned above and dealt with in the Company's accounts :	
i) For the Subsidiary Company's financial year ended 31/03/2013	Nil
ii) For the Subsidiary Company's Previous financial year since it became a Subsidiary	Nil

Koikata
Dated the 21st day of May, 2013

On behalf of the Board
ASHOK KUMAR PODDAR, *Chairman*
MANISH PODDAR, *Mg. Director*
D. V. SINGHI, *Secretary*