



महाबीज[®]



35th

Annual Report

2011-2012

**MAHARASHTRA STATE SEEDS
CORPORATION LTD., AKOLA.**

१६ वेळा राष्ट्रीय उत्पादकता पुरस्कार विभूषित



(१९७६ पासून शेतकऱ्यांच्या अविरत सेवेत)



महाराष्ट्र राज्य बियाणे महामंडळ मर्यादित

महावीज भवन, कृषिनगर, अकोला. ४४४ १०४



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MAHARASHTRA STATE SEEDS CORPORATION LIMITED

Board of Directors	Dr. Sudhir Kumar Goel	IAS	Chairman
	Shri. D.R. Bansod	IAS	Managing Director
	Shri U.G. Dangat	IAS	Director
	Shri Sanjay S. Dhotre	(MP)	Director
	Shri S.K. Roongta		Director
	Shri Vallabhrao T. Deshmukh		Director
	Shri R.K. Mathur		Director

AUDITORS S.G. Gandhi & Company Chartered Accountants, Akola

BANKERS Bank of Maharashtra

REGISTERED OFFICE "Mahabeej Bhavan" Krishi Nagar,
AKOLA - 444 104

EXECUTIVES	Shri V.H. Kalbande	Chief G.M. (Processing & Engg.)
	Shri S.B. Khatal	G.M. (Marketing)
	Shri R.D. Kale	G.M. (Admn. & I/C C.S.)
	Shri S.M. Pundkar	G.M. (Production)
	Shri S.G. Thakrar	G.M. (Finance)



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

NOTICE

To,
The All Members,
M.S.S.C. Ltd.,

Notice is hereby given that the Thirty Fifth (35th) Annual General Meeting of the members of Maharashtra State Seeds Corporation Limited will be held on **Friday, the 8th March, 2013 at 01.00 p.m.** at "**Dr.K.R.Thakare Auditorium of Dr.Panjabrao Deshmukh Agriculture College, Akola**" to transact the following business :-

ORDINARY BUSINESS :-

1. To receive, consider and adopt the Directors' Report and the audited Balance sheet as at 31st March, 2012th Profit & Loss Accounts for the year ended on that date with the Auditors' Report thereon.
2. To consider declaration on Dividend on Equity Shares @ 10%.
3. To appoint Shri.M.M.Sharma, Director (Fin) as Director of the Company with effect from next day of this meeting who being appointed by National Seeds Corporation Ltd. New Delhi.

SPECIAL BUSINESS:-

4. To consider and if thought fit pass with or without modification following resolution as special resolution.

"RESOLVED THAT subject to provision of section 31, 259 & other applicable provisions of The Companies Act, 1956 and approval of Central government required under said section together with enabling provisions of the Memorandum and Articles of Association -and provision of applicable Rules and regulation of company and approval of various contracting parties of agreement dt. 7th October, 1976 i.e Government of Indian through Ministry of Agriculture and irrigation, Government of State of Maharashtra through Department of Agriculture, National seed Corporation Limited consent of the shareholders be and is hereby accorded for amendment in Articles of Association as under.

Existing Article 124 : There shall not be less than three Directors and unless otherwise determined by the Company in General Meeting there shall not be more than 15 Directors.

New clause by replacement

New Article 124 : There shall not be less than three Directors and unless otherwise determined by the Company in General Meeting there shall not be more than 19 Directors which includes one farmers' elected representative each from the six constituencies according to six Revenue Divisions in Maharashtra.

Six revenue Division means: Nagpur, Amaravati, Aurangabad, Nasik, Pune and Konkan including any amendment in area or name there under.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

Existing Article 145 : Subject to the provisions of the Act and these Articles, the Company may by ordinary Resolution from time to time increase or reduce within the maximum limit permissible the number of Directors. Provided that any increase in the number of Directors exceeding 15 shall not have any effect unless approved by the Central Government and shall become void if and so far it is disapproved by that Government.

New clause by replacement

New Article-145 : Subject to the provisions of the Act and these Articles, the Company may by ordinary Resolution from time to time increase or reduce within the maximum limit permissible the number of Directors. Provided that any increase in the number of Directors exceeding 19 shall not have any effect unless approved by the Central Government and shall become void if and so far it is disapproved by that Government.

Existing Article-142 : The Secretary to Government, Department of Agriculture shall be the Ex- Officio Chairman of the Board of Directors.

New clause by replacement

New Article-142 : Hon'ble Minister (Agriculture) shall be the Ex-officio Chairman and Principal Secretary (Agriculture) would be the Ex-officio Vice-Chairman.

RESOLVED FURTHER THAT the Board of Director be and is hereby authorised to take all actions and do all such deeds, matters and things as it may, in its absolute discretion, deem necessary, desirable or expedient to make such amendment effective including accepting any conditions as may prescribed by any of above authority/ parties and further authorized to resolve and settle all questions and difficulties that may arise in the proposed matter without being required to seek any further consent or approval of the Members.

RESOLVED FURTHER THAT the Board of Directors is further authorised to make consequential amendment in The Maharashtra State Seed Corporation Limited (Appointment of Directors) Rules 1977 and Farmer Share Holders (Election of Directors) Regulations, 1992 and the said amending is binding to shareholder.

RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers herein conferred to any Committee of Directors or Chairman or Managing Director or any other Director (s) or officers (s) of the Company to give effect to the aforesaid resolution.

**By the Order of Board of Directors,
M.S.S.C. Ltd.**

(R.D.Kale)

**General Manager (Admn.) &
I/c Company Secretary**

Akola,
Date - 14 /02 /2013



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxy appointed by the member is entitled to vote only. He is not entitled to raise any point and take part in the discussions during the meeting.
3. Proxies in order to be valid must be received by the Company at its registered office, not less than 48 hours before the commencement of the meeting.
4. Members are requested to notify change in address, if any, immediately to the Company at its Registered Office quoting their folio number.
5. Share holders/proxy holders/representatives are requested to bring their copies of Annual Report to the Annual General Meeting.
6. Explanatory statement is attached herewith.

EXPLANATORY STATEMENT AS REQUIRED U/S 173 OF THE COMPANIES ACT, 1956

Maharashtra State Seed Corporation Limited (herein after called as corporation) is formed to implement the National Seeds Programme in Maharashtra. It is being promoted by Government of India through Ministry of Agriculture and Irrigation, Government of state of Maharashtra through Department of Agriculture, National seed corporation and State Government Corporation.

The corporation is abided by the National seed project together with binding agreement entered with various parties namely Government of India through Ministry of Agriculture and Irrigation, Government of state of Maharashtra through Department of Agriculture, National Seed Corporation Dt.. 07/10/1976.

The shareholding pattern of the corporation is pre defined under Article 6 of Articles of Association and the composition of Board of Directors has also been defined as per provision of Articles 125 of Articles of Association.

The corporation has its own rules for appointment and election of Directors i.e The Maharashtra State Seed Corporation Limited (Appointment of Directors) Rules 1977 and Farmer Share Holders (Election of Directors) Regulations, 1992 under which the shareholders of company are divided into following classes.

1. State Government
2. National Seed Corporation
3. Agriculture Universities
4. Farmers



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Under the said rules and Regulation each class of shareholder shall have right to appoint Directors in proportion to the paid-up equity capital. Thus, considering Board of directors of 15 following has considered as composition of Board of Director.

Sr. No.	Category of shareholders	% of share holding	Allotment of Directors
1	Govt. of Maharashtra	49.00%	7
2	Agricultural Universities	02.86%	1
3	National Seeds Corpn. Ltd.	35.44%	5
4	Farmer shareholders	12.70%	2
	Total	100%	15

Further the Government of Maharashtra vide their assurance given in Winter Session of Maharashtra Legislative Assembly (Assurance No. 156 and 158.) has proposed the amendment in the Articles of Association so as to broaden the Board of Directors by providing Six farmer Directors representing 6 revenue Divisions in Maharashtra, thus it is proposed to increase the strength of farmer Director from two to total six.

In the light of legal agreement previously entered also considering the provision of Articles of Association proposed amendment will require approval of Government of India through Ministry of Agriculture and Irrigation & National seed corporation which will be sought after passing of resolution.

Consequently by the proposed amendment, The Maharashtra State Seed Corporation Limited (Appointment of Directors) Rules 1977 and Farmer Share Holders (Election of Directors) Regulations, 1992 are also need amendment and for that the Board of Directors is hereby authorized by present resolution to make required changes.

Further as per provision of section 259 of The Companies Act, 1956 approval of central government will require to increase the maximum no of Director as specified in Articles of Association from 15 to 19, thus for such amendment approval of Government of India would need separately and after passing of resolution in this Annual General Meeting such approval will be sought.

Therefore the proposed Amendment to alter the existing Articles 124 & 145 is proposed before the shareholders for approval.

Further as per Existing Article-142 : The Secretary to Government, Department of Agriculture shall be the Ex-Officio Chairman of the Board of Directors and on that the Government of Maharashtra vide their assurance given in Winter Session of Maharashtra Legislative Assembly (vide Assurance No. 156 and 158.) proposed that the Hon'ble Minister (Agriculture) shall be the Ex-officio Chairman and further for proper functioning of the company it is proposed that Principal Secretary (Agriculture) would be Ex-officio Vice Chairman and thus amendment in clause 142 is proposed before the shareholders.

This resolution is submitted for not achieving any personal gain on the part of any Director.

By the Order of Board of Directors,
M.S.S.C. Ltd.

Akola.
Date - 14 /02 /2013

(R.D.Kale)
General Manager (Admn.) &
I/c Company Secretary



DIRECTORS' REPORT

To,
The Members

Your Directors have great pleasure in presenting the 35th Annual Report together with audited accounts of the Company for the financial year ended 31st March, 2012.

1. FINANCIAL RESULTS :

Particulars	(Rs. in Lacs)	
	2011-12	2010-11
Turnover	42624.73	41961.90
Profit before depreciation	2311.59	3931.27
Depreciation	112.18	111.09
Profit before tax	2199.41	3820.18

During the year under report, Company has achieved turnover of Rs. 42625 lacs which is increased by Rs.663 lacs as compared to last year turnover. During the year, despite adverse agro-climatic conditions, the Company could be able to earn net profit of Rs.2199 lacs, as against last year net profit of Rs. 3820 lacs. The other income has been Rs.1862 lacs which includes interest earned Rs.639 lacs on Short Term Deposits. During the year, the Company has acquired Fixed assets Rs.239 lacs (including assets acquired out of grant Rs.220 lacs). The Company has transferred Rs.39 lacs to General Reserve and Rs.44 Lacs to Research Reserve.

2) DIVIDEND

The Board has recommended a Dividend of 10% (Rs.10 per share) Rs.41.80 Lacs for the financial year 2011-2012.

3. SEED PRODUCTION

The company has produced 10,26,000 quintals Certified/Truthful seed and 92,447 quintals Foundation seed including vegetable crops, from an area of 1,04,995 hectares & 9421 hectares respectively from growers/TSFs. Out of total production, the quantum of Certified seed in Cereals 4,09,539 qtls, Pulses 1,02,780 Qtls, Oil seeds 4,92,898 qtls, Cotton & Fibers 6566 qtls, Green Manuring 7820 qtls, Fodder 3127 qtls & Vegetables Crop 3270 qtls. Our company has produced & supplied 44,000 tissue culture Banana Plants & 2,91,672 Hy.Papaya seedlings to fulfill the requirement of the farmers in Maharashtra.

So as to organize seed production area in the compact block in a village under "Seed Village Programme", our Company has introduced special schemes of 100%, 75%, & 50% rebate in Seed Certification Agency Inspection fee on the basis of area organised in a village. This scheme is also separately implemented for Paddy, Tur, Jute & Vegetable crops. The seed growers have been benefited under these schemes and the response is very encouraging.



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The company has also introduced the scheme of awarding the villages producing more than 3000 qtl Certified seed in a village. Under the "Seed Quality Improvement Campaign", the MSSCL has introduced special seed quality incentives for production of high germination seed in Soybean, Tur, Moog, Udid, Tur & Paddy etc. crops. Because of additional quality incentives over & above the procurement policy, the seed growers response is increasing for tendering less lowgrade percent raw seed having higher germinability of seed.

Considering the demand of Certified seed in Pulses & Cereals under National Food Security Mission/Initiative for Nutritional Security through Intensive Millets Promotion (INSIM), the company has produced record certified seed of Tur & Gram varieties in Pulses and Paddy & Wheat in Cereal crops for distribution under these scheme, which has helped to increase the SRR in these crops. The Company has also produced sizeable Certified seed of the new varieties in Cereal, Pulses & Oil seed Crops for its promotion on large scale amongst the farmers in Maharashtra for boosting their productivity.

Production of New Product

The MSSCL has undertaken the production programme of Imp Bajra ABPC-4-3, Paddy RTN-4, Hy. Paddy Sahyadri-3, Sahyadri-4, Tur BDN-708, Vipula, PKV Tara, Moog BM-2002-1, Soybean MAUS-158, MAUS-71, JS-95-60, JS-97-52, Sesamum JLT-408, Wheat MACS-6222, NIDW-15, NIAW-917, HI-8663 (Poshan), Netravati, Rabi Jowar Parbhani Moti, Phule Vasudha, Revati, Phule Anuradha, Safflower PBNS-12, AKS-207 & Gram Jaki-9218, Digvijay, PKV Kabuli-4 etc. new varieties developed by Agricultural Universities.

4. SEED PROCESSING

The processing of huge quantum of raw seed in order to make quality seeds available for marketing at appropriate time has always been challenging job for Mahabeej. During the year under report, the processing of 13,03,095.41 quintals raw seed in Kharif, Rabi and Summer season has been done timely and quality seeds were placed in the market timely for the farmers.

During the year under report, Govt. of Maharashtra has released grant amount Rs. 11.04 Crores under Rashtriya Krishi Vikas Yojana (R.K.V.Y.) launched by Govt. of India, New Delhi. Your company has started the construction work of Storage Godown & Office Building at Yavatmal, Nanded, Dondaicha Distt. Dhule, Shrirampur Dist: Ahmednagar and Akola having capacity of 48,000 quintals and total cost Rs. 512.50 Lacs. These godowns will facilitate storage of seeds for seed growers of Yavatmal, Nanded, Dhule, Nandurbar, Ahmednagar, Akola and Washim Districts.

The existing old seed processing plants are modernized by replacing old machines with new contemporary machines like Seed Cleaner, Gravity Separator, Seed Coating and packaging and handling machines with RKVY grants at SPP Chikhali, Hingoli, Butibori (Nagpur), Ashta, Shrirampur, Erandol and other plants.

During the year under report, Company has replaced & modernized updating processing capacity at Chikhali of 8 TPH and 4 TPH each at Hingoli, Parbhani and Butibori (Nagpur) to accommodate the entire produce of the respective district for processing as committed last year. This will avoid raw seed shifting to other processing plants.

Thus the Company has enhanced seed storage capacity of MSSCL godowns by 48,000 quintals and seed processing capacity by 96,000 quintals. This has facilitated seed growers to store and process their own seed in their own district, conveniently.



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During the year under report, Company has initiated modernization of existing old plants by replacing 30 years old machines and automation of operations like handling, scientific storage on HDPE pallets, weighing and bagging and pollution control within the plants. The company has provided auto-filling, auto electronic labels printing machines, conveyers, fork-lifters at most of the plants in Maharashtra in order to mechanize the seed processing operations due to labour shortage, faced at many plants. This will help to provide better services to share holders and seed growers.

The MSSCL experienced and qualified Engineers has been given technical consultancy assignment by BRBNL Patna & APSSDCL Hyderabad and GSSCL Ahmedabad on payment of consultancy fees of Rs 10.00 Lakhs to MSSCL. Thus rich experience and high qualification of Processing Engineers is paying dividend to MSSCL.

During the year under report, Company has successfully implemented Budgetary Control System to cut down the processing cost to have over all control of seed selling prices in seed market of Maharashtra so also to compete with private seed companies.

5. MARKETING OF SEED

MSSCL has sold 7,17,364 quintal seeds during Kharif 2011 marketing season. The percentage of sale in comparison to availability of seed comes to 94% During Rabi 2011 season, MSSCL has sold 2,14,878 quintal seeds. During Summer 2011-12 season, MSSCL has sold 34,958 quintal seeds. During the year under report MSSCL has sold 49,698 quintal seeds of Vegetable, Fodder & Green Manuring crops worth Rs. 32.42 crores. MSSCL has achieved good sales due to proper planning, timely availability of seed and reasonable pricing.

The Government of Maharashtra has declared Vidarbha Package to the farmers of 6 districts of Vidarbha and Konkan Package for 4 districts of Konkan under Rashtriya Krishi Vikas Yojna for Kharif 2011 season. Under Vidarbha Package scheme total 2,50,825 quintal certified seed of Soyabean, Tur, Moog & Udid has been distributed in Kharif 2011 season and 4,553 quintal seeds of Groundnut has been distributed in Summer 2011-12 season. Under Konkan Package scheme total 24,467 quintal certified seed of Hybrid and Improved Paddy has been distributed.

The Government of India is implementing "National Food Security Mission" for increase productivity of Wheat, Rice and Pulses in selected districts in the state. MSSCL has supplied 69,217 quintals seeds of Rice, Tur, Moog & Udid in Kharif 2011 season and 1,06,934 quintals seeds of Wheat & Gram in Rabi 2011 season.

6. QUALITY CONTROL OF SEED

During the year under report, total 51293 samples of various crops/varieties have been tested in Quality Control Laboratories for germination and physical purity. 2483 seed samples are tested under field emergence test.

To ensure genetic purity Grow Out Test of each lot of Imp. Cotton, Udid, Hy. Jowar, Hy. Sunflower, Hy. Maize, Hy. Vegetable, Wheat HD-2189 and random testing of other crops like, Moog, Bajra, Sunflower, Imp. Vegetable crops has been taken up and bonus is paid to the seed growers with higher genetic purity. During the year under report, 1897 samples have been tested for evaluation of genetic purity in Maharashtra and Outstate.

To minimize the germination complaints of Soyabean crop MSSCL had started Field Emergence test of Soyabean seed from Summer-2012 and tested 1018 samples.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

7. BOARD OF DIRECTORS :

The Board of Directors presently comprises 07 members.

During the year, following directors have retired and your Company wishes to place its sincere gratitude for their valuable support, guidance, and services rendered by them for the progress of the company –

Sr.No.	Name	Date of Appointment	Date of Retirement
1	Shri.P.K.Deshmukh	21/07/2008	02/12/2011
2	Shri.Parimal Singh	24/06/2010	01/01/2012
3	Shri.Radhey Shyam	14/03/2007	20/09/2011
4	Shri.Y.R.Purandare	04/09/2006	16/01/2012
5	Dr.P.V.Salvi	04/09/2006	16/01/2012

8. BOARD MEETING : During the year 2011-2012, the Board could met Five times as follows :-

Sr.No.	Board Meeting No.	Date	Venue
1	161 st	08/04/2011	Mumbai
2	162 nd	17/06/2011	Akola
3	163 rd	20/09/2011	Akola
4	164 th	07/01/2012	Akola
5	165 th	13/3/2012	Mumbai

9. ATTENDENCE OF DIRECTORS TO THE MEETINGS :

Sr No	Name of Director	Board Meetings	Sub-Committee Meetings	Attendance in last 34 th AGM (25-02-12)
		5	33	1
		Attended	Attended	Attended
1	Dr.Sudhir K.Goel	5	N.A.	Yes
2	Shri.D.R.Bansod	2	10	Yes
3	Shri.Parimal Singh	3	20	N.A.
4	Shri.U.G.Dangat	1	N.A.	No
5	Shri.P.K.Deshmukh	0	N.A.	N.A.
6	Shri.Sanjay S.Dhotre	3	14	Yes
7	Shri.S.K.Roongta	1	N.A.	No.
8	Shri.V.T.Deshmukh	5	31	Yes
9	Shri.Y.R.Purandare	3	N.A.	N.A.
10	Shri.P.V.Salvi	0	N.A.	N.A.
11	Shri.R.K.Mathur	3	1	No
12	Shri.Radhey Shyam	2	0	N.A.

NA = Not applicable,



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

10. DIRECTORS' RESPONSIBILITY STATEMENT :

The Directors would like to inform the members that the Audited Accounts for the Financial year ended March 31, 2012 are in full conformity with the requirement of the Companies Act, 1956. These financial results are audited by the statutory auditors M/S S.G. Gandhi, & Co. Chartered Accountants Akola. The Directors further confirm that :-

- i) in the preparation of the annual accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
- ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profits of the Company for that period.
- iii) the directors had 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) that the directors had prepared the annual accounts on a going concern basis.
- v) In compliance of proviso to Sub-section (i) of section 383A of the companies Act 1956, Company have obtained compliance certificate from M/s.Ram Thakkar & Associate,Akola.

11. APPRECIATION :-

The Company places on record its deep and sincere appreciation for the devoted services of its workers, staff and the executives of the Company which have contributed in no small measure to the improved performance and the Company's inherent strength. Grateful thanks are also due to :

1. The Govt. of India, Govt. of Maharashtra for their continued support and guidance.
2. The State Seeds Certification Agency.
3. The National Seeds Corporation and other State Seeds Corporations.
4. ICAR, ICRISAT for their valuable support.
5. My past and present colleagues in the Board for their valuable support and guidance.
6. Bankers to the Company.
7. The Auditors and Lawyers for their contribution.
8. The Seed Growers,Seed Dealers and our Seed Brand patrons who have always remained a constant source of strength to the Company.
9. The shareholders for their continued support and confidence reposed by them in the Company and their appreciation of the managements' efforts at the General Meetings of the Company providing a great fillip to strive for better performance year after year.

For & On behalf of the Board of Directors

Place : Amravati
Date : 28/09/2012

(Dr. Sudhir Kumar Goel)
CHAIRMAN



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ANNEXURE "A" TO DIRECTORS' REPORT :

Particulars pursuant to Section 217 (1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988

1) CONSERVATION OF ENERGY :

Energy audit is carried out through M/S Industrial Energy Saving Company, Thane with consulting Maharashtra Energy Development Agency, Pune. Suggestions given for energy conservation are under implementation.

2) TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

Research & Development

The Research & Development wing of our Company is effectively engaged in developing new market oriented Hybrids in Cotton, Sunflower, Jowar, Bajra, Maize and Vegetables & high yielding improved varieties in Moog, Udid & Tur. Promising Hybrids have been developed in Hybrid Jowar superior to existing hybrid in grain and fodder yield, the Jowar hybrids "Mahabeej-7" developed by the company as well as Moog variety "Utkarsha" are very popular in Maharashtra. Hy. Bhendi Tanvi., Bottle gourd Mahabeej-810 developed by Research & Development wing are also popular & market acceptable research products made available for test marketing.

3. FOREIGN EXCHANGE EARNINGS AND OUTGO

(a) Total Foreign Exchange earning	:	Rs. Nil
(b) Total Foreign Exchange outgo	:	Rs. 76,162/-

ANNEXURE "B" TO DIRECTORS' REPORT :

There are no particulars of the employees pursuant to the Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of the Employees) Rules, 1975 and forming part of Directors' Report for the year ended March 31st, 2012.

For & On behalf of the Board of Directors

Place : Amravati
Date : 28/09/2012

(Dr. Sudhir Kumar Goel)
CHAIRMAN



[SEE RULE 3]

COMPLIANCE CERTIFICATE

CIN No. U01200MH1976SGC018990

Authorized capital: 10,00,00,000/-

To

The Members

Maharashtra State Seeds Corporation limited

Mahabeej Bhavan, Kirshi Nagar

Akola

We have examined the registers, records, books and papers of Maharashtra State Seeds Corporation limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2012. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company and its officers, we certify that in respect of the afore-said financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been recorded.
2. The company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies. Further, the company have not filed any other forms with Regional Director, Company Law Board or other authorities, during the financial year.
3. The company being Public limited company, comment on point no.3 is not required.
4. The Board of Directors met 5 (Five) times on the following date:
1. 8/4/2011 2. 17/6/2011 3. 20/09/2011 4. 7/1/2012 5. 13/3/2012
and in respect of proper notices were given and the proceedings were recorded in the Minute Book maintained for the purpose. However the company did not hold any meeting in 3rd quarter of the year.
5. The company has not closed its Register of Members during the financial year.
6. The annual general meeting for the financial year ended on 31st March 2011 was held 25/02/2012 after giving due notices to the member of the company and the resolution passed thereat were duly recorded in Minute Book maintained for the purpose. The company had obtained necessary approval from Registrar of Companies for extension of time for holding Annual general meeting upto 31.12.11 however the annual general meeting was held on 25th February, 2012.
7. No extra ordinary general meeting was held during the financial year under review.
8. As informed to us we certify that the Company has not advanced any loan to its directors or persons or firms or companies referred to under section 295 of the Act during the year under review.
9. As informed to us, we certify that the company has not entered into any contracts falling within the purview of section 297 of the Act.



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10. The company has made necessary entries in the register maintained under section 301 of the Act wherever applicable during the year under review.
11. As there were no instances falling within the purview of section 314 of the Act, the Company was not required to obtain any approvals from the Board of Directors, members or previous approval of the Central Government during the financial year.
12. The Board of Directors has issued duplicate share certificate during the financial year.
13. **The Company has:**
 - i. Delivered all the certificates on lodgment for transfer and transmission, however under certain transfer, the transfer deed were stale. Further the company has not made any allotment of securities during the year under review.
 - ii. Deposited the amount of dividend declared in a separate bank account on 20th March, 2012 which is not within five days from date of declaration of such dividend.
 - iii. Posted warrants for dividend to all the members within period of 30 (Thirty) days from the date of declaration and that all unclaimed / unpaid dividend has been there in separate account of the company maintained with Bank of Maharashtra
 - iv. No amount in unpaid dividend account, application money due for refund, matured deposit, matured debenture and the interest accrued thereon which has remained unclaimed or unpaid for a year of seven years.
 - v. Complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted and all the appointments and retirement of Director in Board have been made as per provision of Articles of Association.
15. The company has appointed Managing Director during the year as per the terms of Articles of Association of company and has filed form 32.
16. As informed by the management we certify that the company has not appointed any sole-selling agents during the financial year.
17. The company has applied and obtained necessary approval from Registrar of Companies u/s 166 seeking extension of time for holding 34th Annual General Meeting i.e AGM for 2010-11 during the year, however, concluded annual general meeting was not held within the extended time period. Apart from that there were no other instances requiring the approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies or such other authorities prescribed under the various provisions of the Act during the financial year.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued any shares, debentures or any other securities during the financial year
20. The company has not bought back any shares during the financial year under scrutiny.
21. As the company's share capital consists of only equity shares and the company has not issued debentures, point relating to redemption of preference shares / debentures is not applicable to the company.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

22. There were no transaction necessitating the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. As per explanation and information provided by the management to us, we certify that the Company has not invited / accepted any deposits falling within the purview of section 58A and section 58AA read with the Companies (Acceptance of Deposit) Rules, 1975 during the financial year.
24. The Company has not made any borrowing during the financial year ended 31st March, 2012.
25. As informed by the management, we certify that the company has not made any loan or investment or given guarantee or provided securities to other bodies corporate during the financial year and consequently no entries have been made in the register during the financial year.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The company has not altered its Articles of association during the year under scrutiny.
31. As inform to us, we certify that there was no prosecution initiated against or show cause notices received by the Company and no fines and penalties or any other punishment was imposed on the Company during the financial year for any offences under the Act.
32. As inform to us by management, we certify that the company has not received any money as security from its employees during the financial year.
33. As informed by the management, we certify that the company has not created its own separate Provident Fund for its employees thus point no. 33 is not applicable.

Date: 10/01/2013
Place: Akola

For Ram Thakkar & Associates

Sd/-
Ram C. Thakkar
Practicing Company Secretary
C.P.No:-4903
ACS No.16143



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

**COMPLIANCE CERTIFICATE
Annexure A**

Registers as maintained by the Maharashtra State Seeds Corporation Limited

Sr. No.	Name of the Register	Section Reference
1.	Register of Members	Section 150
2.	Register of Charges	Section 143
3	Register of director, managing director etc.	Section 303
4	Register of directors' share and debenture holdings	Section 307
5	Minutes Books for Board Meetings and General Meetings	Section 193
6	Register of Transfer	Optional
7	Directors Attendance Sheets	Optional
8	Shareholder Attendance Sheets	Optional

Annexure B

Forms and Returns as filed by the with the Registrar of Companies during the financial year ending on 31st March, 2012

Sr.No	Form No./ Return	Filed U/s	Date of filing	Whether in time	If delay add fees paid
1	Form 32	303	14/04/2011	No	Rs. 4500
2	Form 32	303	14/04/2011	No	Rs. 4500
3	Form 66 for 2009-10	383A	14/04/2011	No	Rs. 3000
4	Form 32	303	14/04/2011	No	Rs. 4500
5	Form 32	303	18/04/2011	Yes	NA
6	Form 32	303	18/04/2011	No	Rs. 1000
7	Form 32	303	18/04/2011	No	Rs. 1000
8	Form 23Ac and ACA for 2009-10	220	26/04/2011	No	Rs. 3000
9	Form 20B for 2009-10	159	30/04/2011	No	Rs. 2000
10	Form 61	166	1/11/2011	No	No filing fees is payable on form 61
11	Form 67	Pursuant to Rule 20A (3) of the Companies (Central Government's General Rules and Forms, 1956)	24/11/2011	Yes	No filing fees is payable on form 67
12	Form 61	166	29/12/2011	No	No filing fees is payable on form 61

For Ram Thakkar & Associates

Sd/-

Ram C.Thakkar

Practicing Company Secretary
C.P.No:-4903 & ACS No.16143

Date:10/01/2013
Place: Akola

ADDENDUM TO THE DIRECTORS REPORT
Replies on the report of the Statutory Auditors to the shareholders
F.Y. 2011-2012

Query No.	Reply
F (i) (a)	The company is receiving large amount of production subsidy from Govt. for distribution of the same to seed Growers under NODP, NPDP Work Plan. The scheme wise detail records are kept in Production Deptt and as per the record the Company has issued orders for payment of entire subsidy received. The reconciliation of balance amount of Rs. 17.03 lakhs in progress.
F. (l) (b)	Statement of Facts. The amount is received under Contingency Scheme and same has been shown correctly under "Other current liability".
F (i) (c)	The Company has issued all the cheques to the beneficiaries. However some cheques are not yet realized as on 31-03-2012 due to one or another reason. Further steps of such unrealized cheques amount will be initiated as per the direction of the Government.
F (ii & iii)	The difference in conral Accounts and subsidiary ledger are prior to computerization i.e.1997-98. The balance is now require to be w/off as suggested.
F (iv) F (v) F (vi)	Refer the following notes of Sch. No. 24, which are self-explanatory Note No. 11 (B) Note No. 1 (V) Note No. 8
No. 7 of Annexure	Noted. The Internal Audit Department is examining the records of production activity, processing activity, low grade and failed seed and payment of statutory dues etc. at frequent intervals. The steps for further strengthening the Internal Audit Department are being taken.
No, 9 (a) Annexure	The Company is regularly filing Service Tax Return with the department. The six monthly returns for the period ending 31 st March, 2012 have been filed on 26-04-2012.
No. 17 of Annexure	Some of the grants such as Working Capital Grants, Seed Bank Revolving Grant are of permanent nature. Other grants are being utilized as per the requirment for the purpose for which it has been received, which was clarified to auditor.

(S.G.Thakrar)
GM (Finance)

(D.R. Bansod)
Managing Director

(Dr. Sudhir Kumar Goel)
Chairman



AUDITORS' REPORT

To,
The Shareholders of
Maharashtra State Seeds Corporation Limited,
AKOLA

We have audited the attached Balance Sheet of Maharashtra State Seeds Corporation Limited as at March 31st, 2012 and the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Company's (Auditor's Report) Order, 2003 issued by the Department of Company Affairs in terms of Section 227(4A) of the Companies Act, 1956, we give in the Annexure annexed to the audit report, a statement on the matters specified in paragraphs 4 and 5 of the said order.

As required by Section 619(3)(a) of the Companies Act 1956, and Direction of Comptroller and Auditor General of India, a statement has been annexed to our Audit Report.

Further to our comments in the Annexures referred to above, we report that --

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of accounts have been kept by the Company as required by law so far as appears from our examination of the books.
- c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement have been prepared, in all material respects, in compliance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India referred to in Section 211 (3C) of the Act except **Non compliance and non disclosure of information as Required By AS 22 "Taxes on Income" and AS 28 "Impairment of Assets" refer point no f (iv) of this audit report.**
- e) On the basis of written representations received from the Directors and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on March 31st, 2012 from being appointed as a Director in terms of Section 274 (1) (g) of the Act.
- f) In our opinion and to the best of our information and according to the explanation given to us, the Balance Sheet, Profit and Loss Account and Cash Flow Statement read together with and the notes thereon and attached thereto and our comments in report under section 619(3)(a), give in the prescribed manner the information required by the Companies Act, 1956 and also give respectively, a true and fair view of the state of the Company's affairs as at March 31st, 2012 and its Profit for the year ended on that date in conformity with the accounting principles generally accepted in India subject to following comments ;

l) SUBSIDIES:

- a) The subsidy payable Kharif / Rabbi 2006-07 account shows credit balance of Rs.190.40 lakhs as on 01.04.2010 of the balance Rs.173.37 lakhs is said to be utilized and credited to profit and loss account and the balance subsidy amount of Rs.17.03 lakhs is transferred to Subsidy Payable Kharif Rabbi 2008-09. The reconciliation for the same is not available. Confirmation of unutilized subsidy from the nodal agency or the company is not available with the company.
- b) It is informed that advance subsidy included in Rs.130.38 lakhs amounting Rs.122.64 lakhs is refundable to the Government.
- c) The company has received Sprinkler Subsidy to be distributed to the eligible end users. The Company has issued cheques against the amount so received. However for some or other reasons cheques have not been cleared. The company has not reversed the same. In the books there does not appear to be any subsidy received and remained to be unutilized on this account. Company has used two bank accounts viz; State Bank of India Account 11016110039 and Bank of Maharashtra Account 20085400422 for the above purpose. Both the accounts are showing credit balance of Rs.25,94,142.96 and Rs.27,94,037.49 respectively as on 31.03.2012. Balance as per bank is showing credit balance in respect of State Bank of India Account 11016110039 Rs.5,967.43 and in respect of Bank of Maharashtra Account 20085400422 Rs.12,052.01.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- ii) An amount of Rs.5.23 lakhs debit balance and Rs.3.39 lakhs credit balance is appearing under the head of Sundry Growers : Control (Old A/c). The detail sub ledger of the said control account is not available with the company. It is not ascertainable as to from whom the amount is receivable and to whom the amount is payable. The net effect of the above Sundry Growers Control Account is Rs.1.84 lakhs debit balance. The same need to be either written off in the books of accounts or efforts should be made to trace the entries and realize/pay the amount.
- iii) There are difference in Sundry Growers Control Account and Sundry Growers ledger balance maintained at branches which as informed has arise before computerization of branches. As per ledger there is credit balance of Rs.155.69 lakhs and As per Control Accounts there is credit balance of Rs.149.36 lakhs. Thus there is a difference of Rs. 6.33 lakhs. The difference need to be provided for appropriately in the books of accounts.
- iv) Company has not made any provision of Deferred Tax Asset as required by Accounting Standard 22 "Taxes on Income" and has also not complied with Accounting Standard 28 'Impairment of Assets'.
- v) Company has accounted certain income/expenses on cash basis. Refer Note no.1(v) of Schedule-24 to Balance Sheet and Profit & Loss Account.
- vi) Balances of Sundry Debtors, Sundry Creditors, Loans and Advances and Deposits are subject to confirmation.

For S. G. Gandhi & Co.
Chartered Accountants

Sd/-
(S. G. Gandhi)
Partner
M N. 30160
FRN 103034W

Place : Akola
Dated : 29.09.2012



Annexure to the Auditors' Report

(Referred to in our report of even date)

- 1 In respect of its fixed assets
 - a) The Company has maintained upto date and proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets of the Company have been physically verified by the Management according to the regular programme of periodical verification in phased manner and in our opinion the frequency of it is reasonable having regard to the size of the company and the nature of its fixed assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c) The assets disposed off during the year are not significant and therefore do not affect the going concern assumption.
- 2 In respect of its inventories
 - a) As explained to us, inventories were physically verified during the period by the Management at reasonable intervals.
 - b) In our opinion, and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the Management was reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and discrepancies noticed during the physical verification are properly incorporated in the books of accounts.
- 3 The Company has not either granted or taken any loans, secured or unsecured to/ from Companies, firms or other parties exceeding 5.00 Lacs, covered in the register maintained u/s 301 of the Companies Act. Accordingly clauses of paragraph 4 point (iii) (b) to (d) of the Order are not applicable.
- 4 In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventories and fixed assets and for the sale of goods and services.
- 5 In respect of transactions entered in the Register maintained in pursuance of Section 301 of the Companies act, 1956
To the best of our knowledge and belief and according to the information and explanations given to us, there are no transactions exceeding 5 Lacs, that need to be entered into the Register under section 301 of the Companies Act 1956. Accordingly the clause 4 (v) (b) of the Order is not applicable.
- 6 The Company has not accepted deposits from the public, within the meaning of the sections 58A and 58AA of the act and rules framed there under.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- 7 The Company has its own internal audit department, which carries the internal audit. The company does not have any internal audit manual defining the scope of internal audit. The internal audit report does not have standard and common reporting format. Further which departments have been covered during the course of internal audit and the status of completion of audit of various departments of branch is at available at branch. Compliance report of the internal audit report is not submitted by all the branches within reasonable time period. The scope of audit as regard to subsidy received and utilized, subsidy that should have been claimed by the company and manner of claiming the subsidy need to be covered. ***The remark has been appearing consistently in previous reports and no sincere efforts have been taken in this direction by the company.***
- 8 We are informed that the company is not required to maintain the cost records as prescribed by the Central Government under section 209 (1) (d) of the Companies Act, 1956.
- 9 According to the information and explanations given to us, in respect of statutory dues and other dues
- a) The Company has been generally regular in depositing with appropriate authorities undisputed amount of Provident Fund, Investor Education Protection Fund, Employees State Insurance, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and any other statutory dues applicable to it except service tax. The company has been paying the service tax only under the head Goods Transport services and company has not filed service tax return since September, 2007.
- b) Disputed Sales-tax of Rs.284.96 lakhs (Previous Year Rs. 284.66 lakhs) have not been deposited since the matters are pending with appellate level.
- 10 The company has no accumulated losses.
- 11 Based on our audit procedure and according to information and explanations given to us, we are of the opinion that the Company has not defaulted in the repayment of dues to any financial institutions or banks.
- 12 In our opinion and according to explanations given to us and based on the information available, no loans and advances have been granted by the company 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 /society, therefore clause 4 (xiii) of the Order is not applicable to the company.
- 14 According to information and explanation given to us company is not dealing or trading in shares, securities and debentures and other investments.
- 15 In our opinion and according to information and explanations given to us, the Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- 16 As per the records of the Company, the Company has not raised any term loans during the year.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- 17 On the basis of overall examination of the Balance sheet of the Company and the information and explanations given to us, in our opinion, the funds raised on short term basis have not been used for long term investment. **However the amount received as a grant for creation of capital asset or distribution amongst the eligible farmers but not utilized/ distributed the same has been used for short term investments/working capital requirements of the company.**
- 18 During the year, the Company has not made any preferential allotment of the shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 19 The Company has not issued any debentures during the year.
- 20 The Company has not raised any money by the way of public issue during the year.
- 21 During the course of our examination of the books and records of the company and according to information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year nor have been informed of such case by the management.

Place : Akola
Date : 29.09.2012

For S. G. Gandhi & Co
Chartered Accountants
Sd/-
(S. G. Gandhi)
Partner M.No. 30160
FRN 103034W

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED****BALANCE SHEET AS AT 31st MARCH, 2012**

	Note	2011-2012 Rupees	2010-2011 Rupees
<u>EQUITY AND LIABILITIES</u>			
SHARE HOLDERS FUNDS			
Share Capital	1	41844500	41844500
Reserves & Surplus	2	1322890436	1096241270
NON CURRENT LIABILITIES			
Other Long term Liabilities	3	50000000	50000000
CURRENT LIABILITIES			
Short term borrowings	4	130208012	615671754
Trade Payables	5	216506483	157346983
Other Current Liabilities	6	1315612579	1159462174
Short term Provisions	7	225687098	303750130
		3302749108	3424316811
<u>ASSETS</u>			
NON CURRENT ASSETS			
Fixed Assets			
Tangible Assets	8	109927282	119354017
Capital Work in Progress		8834888	137791
Long term loans & advances	9	10610484	10369452
CURRENT ASSETS			
(a) Inventories	10	1338900000	903700000
(b) Trade Receivables	11	247019692	185816406
(c) Cash & Cash equivalents	12	717021270	1293976281
(d) Short term Loans & Advances	13	763711167	747727185
(e) Other Current Assets	14	106724325	163235679
		3302749108	3424316811

Notes to Balancesheet & Profit & Loss A/c 1 to 24

Notes 1 to 24 referred to above form an integral part of the Accounts

(D.R.Bansod)
Managing Director**(Dr.Sudhir Kumar Goel)**
Chairman**(Sanjay Thakrar)**
General Manager (Finance)As per our report of even date
For S.G.Gandhi & Co.
Chartered Accountants**S.G. Gandhi**
PartnerPlace : Amravati
Date : 28/09/2012Place : Akola.
Date 29/09/2012



Statement of Profit & Loss Account for the year ended 31st March, 2012

	Note	2011-2012 Rupees	2010-2011 Rupees
INCOME			
Revenue from Operations	15	4262172824	4196189565
Other Income	16	186170429	211447852
Total Revenue		4448643253	4407637417
EXPENDITURE			
Purchases	17	3842369354	3371831561
Consumption of Processing Materials	18	150139185	134270769
Changes in Inventories	19	(434300000)	(469000000)
Empolyees Benefites Expenses	20	267100942	257684980
Financial Costs	21	31907113	18181192
Financial Expenses	22	355267045	271941132
Provision for doubtful Advances		5000000	7500000
Depreciation	8	11218167	11109373
Total Expenses		4228701806	4025619007
Profit before tax		219941447	382018410
Earlier year tax/adjustments	23	888078	1390595
Current tax expenses		67500000	140000000
Profit after tax		153329525	243409005
Basic and diluted earning per share		Rs. 366	Rs. 582
Significant Accounting policies and Notes to Accounts	24		

(D.R.Bansod)
Managing Director

(Dr.Sudhir Kumar Goel)
Chairman

(Sanjay Thakrar)
General Manager (Finance)

As per our report of even date
For S.G.Gandhi & Co.
Chartered Accountants

S.G. Gandhi
Partner

Place : Amravati
Date : 28/09/2012

Place : Akola.
Date 29/09/2012



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

NOTE 1 TO 24 FORMING PART OF ACCOUNTS

AS AT 31st MARCH , 2012

	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE - 1 : SHARE CAPITAL</u>		
AUTHORIZED :		
10,00,000 Equity Share of Rs. 100/- each	<u>100000000</u>	<u>100000000</u>
	<u>100000000</u>	<u>100000000</u>
<u>ISSUED :</u>		
5,00,000 Equity Shares of Rs. 100/- each (Previous Year 5,00,000 Equity Shares)	<u>50000000</u>	<u>50000000</u>
	<u>50000000</u>	<u>50000000</u>
SUBSCRIBED & PAID UP :		
4,18,445 Equity Shares of Rs. 100/- each fully paid up (Previous Year 4,18,445 Equity Shares)	<u>41844500</u>	<u>41844500</u>
	<u>41844500</u>	<u>41844500</u>

Note 1 A Reconciliation of Equity Shares & amount outstanding

	Equity Shares (Number)	Amount
Shares Outstanding at beginning of the year	418445	41844500
Shares issued during the year	----	----
Shares bought back during the year	----	----
Shares Outstanding at the end of the year	<u>418445</u>	<u>41844500</u>

Note 1 B List of Shareholders holding more than 5 % of Shares

	Equity Shares (Number)	% of Holding
Government of Maharashtra	205038	49 %
National Seeds Corporation	148297	35%



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

SCHEDULE - 2 : RESERVES & SURPLUS

Particulars,	As on 1.4.2011	Addition	Withdrawn	As on 31.3.2012	As on 31.3.2011
RESERVES					
Capital Reserve	1429705	0	0	1429705	1429705
General Reserve	27552179	3900000	0	31452179	27552179
Research Reserve	41068600	4400000	0	45468600	41068600
Profit & Loss Account	893258298	140340028		1033598326	893258298
Sub Total	963308782	148640028	0	1111948810	963308782
GRANTS					
Working/Capital Grants under NSP-III (Including Interest of Rs.7292761/)	80602761	0	0	80602761	80602761
Research & Development under NSP-III	3425953	0	0	3425953	3425953
Tissue Culture/BT Genetic Capital	3690000	0	0	3690000	3690000
Seed Bank: Revolving Fund	6433000	0	0	6433000	6433000
Cotton Delinting Plant	18204494	0	0	18204494	18204494
Packaging Machine	154000	0	0	154000	154000
Strengthening of Processing & Storage facility	2500000	0	0	2500000	2500000
Seed Bank: Construction of Godown	841489	0	0	841489	841489
Develop. & Stengthning QC Lab	597285	0	92000	505285	597285
Grant : Veg. Seed Prod. Development	410381	0	0	410381	410381
Develop. & Stengthning Processing Plants	13410425	0	0	13410425	13410425
DNA Finger Print Project	589700	420000	1009700	0	589700
Tricodarma Project	2073000	0	2073000	0	2073000
Rastrya Krushi Vagnanik Yojna (RKVY)	0	110400000	29636162	80763838	0
Sub Total	132932488	110820000	32810862	210941626	132932488
GRAND TOTAL :	1096241270	259460028	32810862	1322890436	1096241270

***Grants utilized**

Plant & Machinery/Lab Equipment	21506898
Building	399004
Computers	35000
Office Equipment	16500
Revenue Expenes	10853460
Total	32810862



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE - 3 : OTHER LONG TERM LIABILITES</u>		
Revolving fund Loans from State Govt.	50000000	50000000
	<u>50000000</u>	<u>50000000</u>
<u>NOTE - 4 : SHORT TERM BORROWINGS</u>		
<u>Secured Loans</u>		
Cash Credit with Bank of Maharashtra . (Hypothecation of Stock of Raw material, Semi-finished, finished goods and Consumable Stores)	0	170732965
Loan on FDR, from Banks (Secured by FDR)	130208012	444938789
	<u>130208012</u>	<u>615671754</u>
<u>NOTE - 5 : TRADE PAYABLES</u>		
Sundry Creditors for Seeds	216506483	157346983
	<u>216506483</u>	<u>157346983</u>
<u>NOTE-6 :OTHER CURRENT LIABILITES</u>		
Advance Received from Customers	628449553	587332645
<u>Sundry Creditors</u>		
For Supplies & Expenses	60984466	70700337
For Others	626178560	501429192
	<u>1315612579</u>	<u>1159462174</u>
<u>NOTE-7 :SHORT TERM PROVISIONS</u>		
<u>Provision for Employee Benefits</u>		
Group Gratuity (Funded)	9149937	19207321
Leave Encahsment (Unfunded)	144173886	139647209
<u>Others Provisions</u>		
For income tax	67500000	140000000
For dividend & distribution tax	4863275	4895600
	<u>225687098</u>	<u>303750130</u>

MAHARASHTRA STATE SEEDS CORPORATION LIMITED



SCHEDULE - 8 : FIXED ASSETS

ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 1.4.2011	Additions	Withdrawal Sales/ Adjustment	Out of Grants	Total 31.3.2012	As At 1.4.2011	For the Year Adjustments	Total 31.3.2012	As at 31.3.2012	As at 31.3.2011
Free hold Land	5339363	0	0	0	5339363	0	0	0	5339363	5339363
Lease hold land	5591924	0	66975	0	5524949	0	0	0	5524949	5591924
Buildings	218904818	809606	0	399004	219315420	131675259	7096325	0	138771584	80543836
Plant & Machinery	115181662	21926183	504798	21506898	115096149	106148540	1546137	494630	107200047	7896102
Electrical Installation	21221770	0	0	0	21221770	16423479	667442	0	17090921	4130849
Furniture & Fixture	17569117	99571	0	0	17668688	15015654	473195	0	15488849	2179839
Office Equipment	6935317	66737	0	16500	6985554	5215562	243768	0	5459330	1526224
Vehicles	7250364	0	1198026	0	6052338	5787029	380344	1158476	5008897	1043441
Computers	19453054	963430	0	35000	20381484	17827849	810956	0	18638805	1742679
Total This Year :	417447389	23865527	1769799	21957402	417585715	298093372	11218167	1653106	307658433	109927282
Total Previous year :	409090961	50198343	6071866	35770049	417447389	293586124	11109373	6602125	298093372	119354017

Note : 1) Addition/Utilization

Particulars	Own Fund	Out of Grants	Total
Building	410602	399004	809606
Machinery/Equipment	419285	21566398	21926183
Computer	928430	35800	963430
Office Equipment	50237	16500	66737
Furniture	99571	0	99571
Total	1908125	21957402	23865527

Rate of Depreciation	
Plant & Machinery (Single Shift)	13.91 %
Plant & Machinery (Double Shift)	20.87 %
Office Equipment	13.91 %
Factory Building	10.00 %
Other Buildings	05.00%
Furniture & Fixture	18.10 %
Electrical Installation	13.91 %
Vehicles	25.89 %
Commercial Vehicles	30.00%
Computers	40.00 %



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE-9 : LONG TERM LOANS & ADVANCES</u>		
Deposits	10610484	10369452
	<u>10610484</u>	<u>10369452</u>
<u>NOTE-10 : INVENTORIES.</u>		
[As valued and certified by the Management ,at cost or net realizable value whichever is less unless and otherwise specified]		
Foundation ,Breeder Seed	24700000	6800000
Certified ,Truthful & Raw-Seed	1178800000	789800000
Processing ,Packing Materials	89200000	88300000
Low Grade , Fail Seed & Non Seed	46200000	18800000
	<u>1338900000</u>	<u>903700000</u>
<u>NOTE-11 : TRADE RECEIVABLES (Un-Secured)</u>		
Debts outstanding for a period Exceeding Six Months		
Considered Good	18339798	14712819
Considered Doubtful	12360317	12360317
	<u>30700115</u>	<u>27073136</u>
Others		
Considered Good	228679894	171103587
Considered Doubtful	232000	232000
	<u>228911894</u>	<u>171335587</u>
	259612009	198408723
Less : Provision for Doubtful Debts	12592317	12592317
	<u>247019692</u>	<u>185816406</u>
<u>NOTE-12 : CASH & CASH EQUIVALENTS</u>		
Bank Balances with Schedule Banks		
On Current Account	115481452	173395525
On Fixed Deposit Account	601451275	1120413245
Cash on Hand	88543	167511
	<u>717021270</u>	<u>1293976281</u>



	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE-13 : SHORT TERM LOANS & ADVANCES.</u>		
(Unsecured considered good unless and otherwise stated)		
Advances		
(recoverable in cash or in kind or for value to be received)		
Advance for Purchases		
Considered Good	760096249	745371146
Considered Doubtful	20303365	15303365
Other Advances , Sundry Growers A/c &		
Considered Good	3614918	2356039
Considered Doubtful	500000	500000
	<u>784514532</u>	<u>763530550</u>
Less : Provision for Doubtful Advances	20803365	15803365
	<u>763711167</u>	<u>747727185</u>
<u>NOTE-14 : OTHER CURRENT ASSETS.</u>		
Interest accrued but not due on F.D.R.	14908408	34643789
Prepaid Expenses	807335	674035
Advance Income Tax	91008582	127917855
	<u>106724325</u>	<u>163235679</u>
<u>NOTE-15 : SALES</u>		
Foundation ,Breeder Seed	264561072	264144344
Certified ,Truthful Seed :		
Less :Discount	3894781558	3837717654
Low-Grade,Fail Seed & Non-Seed etc.	82993699	77195755
Nursery ,T.C Plants & Landscaping	8143215	6190632
Processing Materials	6687516	8420514
Old Processing Material	5305764	2520666
	<u>4262472824</u>	<u>4196189565</u>

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE-16 : OTHER INCOME</u>		
Interest	63944770	66705372
[Tax Deducted at Source Rs 6208582 /- (Previous Year Rs.8618497 /-)]		
Reimbursement of Expenses	90771819	70377028
Processing & Service Charges	12006405	12916481
Miscellaneous Receipts [Including Rs 88512 /- (Previous Year Rs.851415 /-) for Insurance claims.]	11614087	27617561
Profit on sale of Assets	324782	1960114
Liabilities in respect of earlier years written back (net)	7508566	31871296
	<u>186170429</u>	<u>211447852</u>

NOTE-17 : PURCHASES

Foundation Seed	255642457	198211306
Certified, Truthful & Raw-Seed	3578869818	3167319471
Nursery/T.C Plants & Landscaping	7857079	6300784
	<u>3842369354</u>	<u>3371831561</u>

NOTE-18 : CONSUMPTION OF PROCESSING MATERIALS

Opening Stock	88300000	65300000
Add: Purchases	<u>151039185</u> 239339185	<u>15270769</u> 222570769
Less: Closing Stock	<u>89200000</u> 150139185	<u>88300000</u> 134270769

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2011-2012 Rupees	2010-2011 Rupees
NOTE-19 : STOCK		
Opening Stock		
Foundation ,Breeder Seed	6800000	5600000
Certified ,Truthful & Raw-Seed	789800000	728800000
Low-grade,Fail Seed & Non Seed	18800000	34100000
	<u>815400000</u>	<u>768500000</u>
Closing Stock		
Foundation ,Breeder Seed	24700000	6800000
Certified ,Truthful & Raw-Seed	1178800000	789800000
Lowgrade Fail Seed & Non Seed	46200000	18800000
	<u>1249700000</u>	<u>815400000</u>
Increase in stock	434300000	(46900000)
NOTE-20 : EMPLOYEES BENEFIT EXPENSES		
Salaries & Allowances	212676530	185577166
Leave Encashment	11053698	22811853
Staff Welfare Expenses	299896	216218
Contribution to Providend Fund,ESI & etc	26176991	23191723
Gratuity	16791722	25673151
House Rent	102105	214869
	<u>267100942</u>	<u>257684980</u>
NOTE-21` : FINANCIAL COSTS		
Interest	30773178	17102572
Bank Charges	1133935	1078620
	<u>31907113</u>	<u>18181192</u>

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2011-2012 Rupees	2010-2011 Rupees
<u>NOTE-22 : OTHER EXPENSES</u>		
A] PROCESSING & OTHER EXPENSES		
Handling	20162423	15580504
Wages	25182973	20444101
Watch & Ward Expenses	7901591	6655314
Contribution to Provident Fund	3222052	2341938
Bonus to Workers	1817525	1390290
Processing Charges to Contractors	35280716	26250226
Certification Expenses	61606845	47723459
Transportation & Octroi	28795750	14828933
Electricity & Power	9744274	7119067
Fuel ,Oil & Lubricants	3004998	3168132
Rent of Plants & Godowns	5228989	2702892
Miscellaneous Expenses	3899718	2438672
Insurance of Seed	2147481	1700713
Repairs & Maint. : Plant & Machinery	2292894	3179766
	210288229	155524007
<u>B] RESEARCH & DEVELOPMENT EXPENSES</u>		
QCL Expenses	726462	941740
Research & Development Expenses	2734216	3270702
	3460678	4212442
<u>C] ADMINISTRATION EXPENSES</u>		
Recruitment & Training Expenses	355986	173117
Travelling & Conveyance : Staff	9760733	9327431
Travelling & Conveyance : Directors	760515	754283
Vehicle Running Charges	1436100	1827429
Printing & Stationery	2836552	2293055
Advertisement (General)	2876366	1884450
Lease Rent	66975	66975
Rent	1457931	1462206
Rates & Taxes	1511836	1821940
Insurance	565113	522640
Postage,Telegram & Telephone	3144397	3453837
Payment to Auditors		
Audit Fees	140450	137875
Tax Audit Fee	22472	22060
Out of Pocket Expenses	75000	100725
Repairs & Maintenance to		
Building	1375841	3376931
Vehicle	663748	881560
Other Assets	862539	797756
Director Sitting Fees	39900	13650
Office & Other Expenses	10723443	8801758
	38675897	37719678



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

	2011-2012 Rupees	2010-2011 Rupees
<u>DI SELLING & DISTRIBUTION EXPENSES</u>		
Transportation, Octroi & Handling	70344094	57099480
Godown Rent & Storage Charges	10529368	7989346
Transit Insurance Charges	88192	59004
Advertisement & Publicity	11023895	7766025
Sales Tax	0	61305
Crop Compensation	10116591	872492
Interest to Others	740101	637353
	<u>102842241</u>	<u>74485005</u>
Total Other Expenses (A+B+C+D)	<u><u>355267045</u></u>	<u><u>271941132</u></u>

NOTE-23 : EARLIER YEARS INCOME TAX/ADJUSTMENTS

Previous Year Adjustment	(86507)	1412099
Income Tax refund/ earlier year paid	974585	(21504)
	<u>888078</u>	<u>1390595</u>



**SCHEDULE: 24 SIGNIFICANT ACCOUNTING POLICIES
AND NOTES TO ACCOUNTS:**

1) SIGNIFICANT ACCOUNTING POLICIES:

i) **GOVERNMENT GRANTS:**

- a) Working Capital Grants received from the Government are in the nature of Promoters Contribution and are considered to be in the nature of Capital Reserve.
- b) Grant received towards specific project is reduced from the project cost.
- c) Grants in the nature of revenue are credited to Profit & Loss Account to the extent of utilized.

ii) **FIXED ASSETS:**

Fixed Assets are stated at their original cost including freight, duties, taxes and other incidental expenses related to their acquisition and installation. Grants received, if any, towards the specific assets are deducted from the cost so arrived.

iii) **DEPRECIATION :**

- a) Depreciation is being charged as per Schedule XIV of Companies Act, 1956 on W.D.V. Method.
- b) Leasehold land is written off over the period of lease.
- c) Depreciation of Fixed Assets is worked out on the net acquisition cost i.e. grant received is reduced from the cost of Assets.
- d) Double shift depreciation on Plant & Machinery (Opening W.D.V) has been charged, considering the plants have worked on an average 180 days in double shift in the year.

iv) **PURCHASES:**

- a) The purchases of Certified/Truthful seeds are booked in the accounts only after it has been declared qualified in laboratory test. In case where there is a raw seed purchase policy such purchases are booked on the raw seed, being found qualified in MSSCL quality control laboratory test. In case where such raw seed is not qualified in laboratory test, as at the year-end, neither purchases are booked for such stock nor it is valued irrespective of whether the stock is in MSSCL own godown or at custom processor's plant. In case of gin seed, purchases are booked on taking delivery of the same.
- b) The purchases of stores and spares are treated as consumed and debited to Profit & Loss Account in the year of purchases.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

v) REVENUE RECOGNITION :

As per the requirement of Companies (Amendments) Act, 1988, all expenses/incomes are accounted for on accrual basis except the following for which cash system of accounting is followed:

- a) Gratuity and leave with wages payable to daily-wages workers.
- b) Re-grading, re-sampling and testing charges recovered from growers.
- c) Insurance claims received from the Insurance Company.
- d) Reimbursement of expenses from Government under various schemes.
- e) Service charges recovered on sale of grower's low grade/failed seed.
- f) Taxes of owned and hired properties.

vi) VALUATION OF STOCK:

- a) Stock of seeds, processing material, other material is taken into account on the basis of physical verification and as certified by the Management.

The stock of Foundation seed, Certified seed is valued at cost (calculated on season's weighted average basis) or net realizable value whichever is lower. Cost includes procurement, processing material and processing cost.

As the nature of the business of the Company is seasonal, the processing cost per qtl. applied for valuation is a average cost per qtl. of the earlier season.

Processing material is valued at weighted average cost excluding direct expenses and overheads.

- b) The closing stock of carry-over seeds, the validity period of which has expired, is either offered for revalidation or subsequently sold as non-seed, as the results are declared after 31st March, the expected certified seed is valued as per the policy (a) above. In respect of expected failed seed, non-seed, low grade the same is valued at net estimated realizable value.

- c) The valuation of fresh under process stock including result-awaited stock is done as under:

- i) In case of stock belonging to Company:

At procurement cost plus cost of gunny bags and cloth bags utilized for good seed and result awaited seed. Value of seeds failed subsequent to 31st March is not excluded from the value of stock.

- ii) In case of stock belonging to Growers:

At cost of gunny bags and cloth bags utilized for result awaited seed.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- d) In case of revalidated seed stock, cost of reprocessing is not considered as a part of cost, reprocessing cost being treated as replacement cost.

vii) EMPLOYEES BENEFIT:

- a) Short Term Employees Benefits are recognized as an expenses at the un-discounted amount in the Profit & Loss Account of the year in which the related service is rendered.
- b) Accruing liability for Gratuity of regular employees is covered under the Group Gratuity Cum Life Insurance Policy of LIC of India and annual contribution due there under is paid/provided in accordance there with. The LIC, Amravati has made actuarial valuation and intimated Gratuity liability Rs 2103.50 lacs. In order to make adequate provision the Company has charged Rs. 91.50 Lacs to the Profit & Loss Account.
- c) Accruing liability for Earned Leave Encashment in respect of regular staff is covered under the Group Leave Encashment Insurance Policy of LIC of India. The LIC, Amravati has made actuarial valuation of the Earned Leave Encashment and intimated the liability of Rs.1441.74 lacs. Accordingly the company has done the provision in the books of accounts.

viii) SUBSIDY:

- a) The subsidy claimed with the State Government under various scheme on sale of certified seeds is accounted for on receipt basis. However, amount received per taining to this year after the year end till the date of finalization of account is taken to income and shown as receivable from respective authority.
- b) The production subsidy claimed with the State Government on purchase of breeder seeds is accounted for on receipt basis.
- c) The production subsidy claimed with the State Government on purchase of foundation and certified seeds is accounted for on receipt basis. When the subsidy is received, it is credited to Subsidy Payable Account and the payments made are debited to Subsidy Payable Account. When the subsidy is un-likely to be received in the near future and the procurement policy provides the bonus to be paid in lieu of subsidy, in such case bonus paid is treated as part of purchases. If such amount is received in subsequent year, it is treated as income of that particular year.

ix) SALES OF LOW-GRADE, FAILED SEED & LINT :

Sale of low-grade, failed seed and lint belonging to growers has been accounted for as Company's sale and payment made are deducted from such sales.

x) RESEARCH & DEVELOPMENT EXPENSES :

In compliance of AS-26 "Intangible Assets" the revenue/capital expenditure incurred by the Company on account of research work carried out for development of new varieties is charged to Profit & Loss Account in the same year, in which it is incurred.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

NOTES TO ACCOUNTS:

2) CONTINGENT LIABILITIES:

- a) Claims against the Company not acknowledged as debts -
 - i) Sales Tax for the financial years 1987-89 to 2001-02 for Maharashtra & Gujath State Rs. 284.96 Lacs (gross) for which the appeals are pending with Appellate Authority [Previous Year Rs. 284.96 lacs (gross)]
 - ii) Various cases lodged against the Company by contractors, growers and customers, Rs.292.72 lacs (Previous Year Rs 279.27 lacs)
 - iii) Cases filed by labourers and employees against the Company, amount not ascertainable.
 - iv) Agriculture Produce Market Committee fees on sale of low grade, failed seed and non-seed, amount not ascertainable.
 - v) Interest on Revolving Fund Loan, communication awaited from the State Government., amount not ascertainable hence not provided.
 - vi) Application filed by one organizer of Madhya Pradesh with the arbitrator and the proceedings is going on.
 - vii) Rates & Taxes Rs.31.54 Lacs (Previous Year Rs.22.01 Lacs).

3) Estimated balance amount of contract remaining to be executed on Capital Account Rs.749.44 Lacs.

4) On the basis of information available with the Company regarding the status of suppliers, there were no payments exceeding Rs. One lac. overdue for a period of 30 days and remaining unpaid to any small scale and/or Ancillary Industrial Suppliers on account of principal and/or interest as at the close of the year.

5) The Company has not received any intimation from "Suppliers" regarding their status under the Micro Small & Medium Enterprises Act, 2006 and hence disclosures if any relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

6) Employee benefit expenses include remuneration to the Managing Director as under

	2011-12	2010-11
i) Salary & Allowances	3,98,163	6,48,380
ii) Leave Salary Contribution	75,417	55,792
TOTAL	4,73,580	7,04,172

7) The Sundry Growers Control Account, Advance to Seed Growers Account & Subsidiary Ledgers are in agreement from the year 1997-98, however the growers control A/c (old) appearing in the balances sheet has been written off during the year.

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

- 8) Balances of Sundry Debtors, Sundry Creditors, Loans, Advances & Deposits are subject to confirmations.
- 9) There are certain un-identified debits of Rs.0.72 Lac (Previous Year Rs. 3.81 Lac) and credits of Rs.7.07 Lacs (Previous Year Rs.6.81 Lacs) appearing in the bank statement, for which bankers are being pursued for clarification.
- 10) Loans and advances include amounts due by:

Sr. No.	Particulars	Amount Outstanding		Maximum Outstanding	
		Current Year (Rs.)	Previous Year (Rs.)	Current Year (Rs.)	Previous Year (Rs.)
I	Directors	-----	21,225	1,59,469	1,44,869
II	Managing Director	-	-	38,702	19,139

- 11) **COMPLIANCES WITH ACCOUNTING STANDARDS ISSUED BY THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA:**

A] Related party disclosures AS-18.

i]. Relationship:

Key Management Personnel & Relatives:

- | | | | |
|----|---|------------------|--|
| 1. | Shri D. R. Bansod
Shri Parimal Singh | - | Managing Director
Managing Director |
| 2. | Shri Sanjay S. Dhotre
Shri D.S. Dhotre
Smt U.D.Dhotre
Shri. S.D.Dhotre | -
-
-
- | Director
Brother
Wife of Shri D.S.Dhotre
Son of Shri D.S.Dhotre |
| 3. | Shri V.T. Deshmukh
Shri B.V. Deshmukh
Shri D.V. Deshmukh | -
-
- | Director
Son
Son |



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

II] Transactions during the year with related parties in normal course of business:

1.	Shri D.R. Bansod Shri Parmial Singh	Rs. 3.26 Lacs, paid on account of remuneration Rs. 1.48 Lacs, paid on account of remuneration
2.	Shri S.S. Dhotre Shri D.S. Dhotre Shri S.D.Dhotre Smt.U.D.Dhotre	Rs. 2.93 Lacs, paid on account of seed purchases Rs. 0.42 Lacs, paid on account of seed purchases Rs. 1.65 Lacs, paid on account of seed purchases Rs. 0.77 Lacs, paid on account of seed purchases
3.	Shri V.T. Deshmukh Shri B.V. Deshmukh Shri D.V. Deshmukh	Rs. 1.48 Lacs, paid on account of seed purchases Rs. 1.24 Lacs, paid on account of seed purchases Rs. 0.55 Lacs, paid on account of seed purchases

B] Deferred Tax: AS-22

The position of deferred tax assets and liabilities computed in accordance with the requirement of AS-22 on "Accounting for Taxes on Income" by the Institute of Chartered Accountants of India is as stated below:

(Rs. In lacs)

Net Deferred Tax	Assets	Liability	Net
Difference between book depreciation & depreciation under Income Tax Law		29.62	(29.62)
Other items	433.54		433.54
Net Closing Assets			403.91

The Company as a matter of prudence does not recognize deferred tax assets, if there arises after adjustment of deferred tax liabilities. Accordingly, net deferred tax assets amounting to Rs 403.91 Lacs as on 31st March, 2012 have not been accounted for.

C] Segment Reporting : AS-17

The Corporation's business activity falls within a single primary business segment viz. seeds and operates in single geographical segment and therefore there are no separate reportable segments as per the Accounting Standard -17 issued by the Institute of Chartered Accountants of India.

D] Earning Per Share: EPS AS-20

The basic EPS as at 31.3.2012 is Rs. 366 /-. (Previous Year Rs.582/-)

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED****12) Details of Purchases, Sales & Stock :**

	Details	2011-2012		2010-2011	
		Quantity (Qtls)	Value (Rs.)	Quantity (Qtls)	Value (Rs.)
a)	Foundation Seed :				
	Opening Stock	2,123	68,00,000	1,801	56,00,000
	Purchases	91,033	25,56,42,457	72,253	19,82,11,306
	Sales	75,970	26,45,61,072	70,531	26,41,44,344
	Closing Stock	16,680	24,70,00,000	2,123	68,00,000
b)	Certified, Raw & Truthful Seed :				
	Opening Stock	3,01,523	78,98,00,000	2,69,101	72,88,00,000
	Purchases	12,96,646	357,88,69,818	11,64,131	316,73,19,471
	Sales	10,68,132	389,47,81,558	10,99,899	383,77,17,654
	Closing Stock	4,90,646	117,88,00,000	3,01,523	78,98,00,000

NOTES :

A. Closing stock excludes 39,897 quintals (Previous Year 33,210 quintals) on account of non seed, low grade failed seeds, processing losses and other shortages.

13) Previous year's figures have been re-arranged/re-grouped wherever necessary, to confirm to this year's classification and are given in nearest of Rupee.

14) Expenditure Incurred in Foreign Currency:

Details	2011-2012 Rs.	2010-2011 (Rs)
Expenditure incurred in Foreign Currency (Internet Charges, Membership Fees & Travelling expenses etc.)	76,162	13,212

Signature to Schedules 1 to 24

(D.R.Bansod)
Managing Director

(Dr. Sudhir Kumar Goel)
Chairman

As per our report of even date For
S.G.Gandhi & Co.
Chartered Accountants

(Sanjay Thakrar)
General Manager (Finance)

S.G. Gandhi
Partner
Place : AKOLA.
Date 29/09/2012

Place : Amravati
Date : 28/09/2012



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

	2011-12 Rupees	2010-11 Rupees
A] Cash Flow from Operating Activities		
I) Net profit before tax and exceptional item	219941447	382018410
Adjustment for :		
Depreciation	11218167	11109373
Profit on Sale of Fixed Assets	(324782)	(1960114)
Interest Paid	30773178	17102572
Lease Rent Written off	66975	66975
II) Operating profit before working capital changes	261674985	408337216
Adjustments for :		
Long Term & Short term Advances	(16225014)	63268801
Debtors	(61203286)	(64435070)
Other Current Assets	19602081	(14745827)
Inventories	(435200000)	(69900000)
Trade Payables, Current Liabilities & Provisions	209779198	(92963669)
III) Cash Generated from operations	(21572036)	229561451
Direct Taxes (Net)	(101974689)	(190634799)
Prior Period Adjustments	(86507)	598829
Dividend Paid	(4863275)	(4895600)
Expenses out of grant	(10853460)	(828016)
Cash from operating activities before exceptional item	(139349967)	33801865
B] Cash Flow from Investing Activities		
Fixed Assets /Work In Progress (Net)	(32562624)	(25463472)
Sale of fixed Assets	374500	2176150
Net cash used from investing activities	(32188124)	(23287322)
C] Cash Flow from Financing Activities		
Proceeds from borrowings	(485463742)	403475482
Interest Paid	(30773178)	(17102572)
Capital Grants	110820000	5484480
Net Cash from financing activities	(405416920)	391857390
Net increase/(Decrease) in Cash & Cash equivalents (A+B+C)	(576955011)	402371933
Cash & Cash equivalent in beginning of the year	1293976281	891604348
Cash & Cash equivalent at the end of the year	717021270	1293976281
Net Increase	(576955011)	402371933

(D.R.Bansod)
Managing Director

(Dr.Sudhir Kumar Goel)
Chairman
(S.G.Thakrar)
General Manger (Finance)

As per our report of even date
For S.G.Gandhi & Co.,
Chartered Accountants
S.G.Gandhi
Partner

Place : Amravati
Date : 28/09/2012

Place : Akola.
Date : 29/09/2012



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956, ON THE ACCOUNTS OF MAHARASHTRA STATE SEEDS CORPORATION LIMITED FOR THE YEAR ENDED 31st MARCH 2012.

The preparation of financial statements of 'Maharashtra State Seeds Corporation Limited,'Akola for the year ended 31st March 2012 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619 (2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 29th September 2012.

I, on behalf of the Comptroller and Auditor General of India, have decided not to review the report of the Statutory Auditors on the accounts of 'Maharashtra State Seeds Corporation Limited,'Akola for the year ended 31st March 2012 and as such have no comments to make under Section 619 (4) of the Companies Act, 1956.

For and on behalf of
The Comptroller and Auditor General of India

Sd/-
ACCOUNTANT GENERAL
(AUDIT) - III

Place : Mumbai
Date : 21/11/2012



उत्तम बिज तर मेहनतीचे चिज



खर्च कमी उत्पन्न भारी ।

महाबीज
सर्वांप्रति सकारित
भेंडी ची किमया
न्यारी !

तर्जनी (महाबीज-१९३) सुकण्या (महाबीज-३९९) तन्वी (महाबीज-३३३)



॥ मानदंड ॥

भारताच्या अन्नसुरक्षेचा !



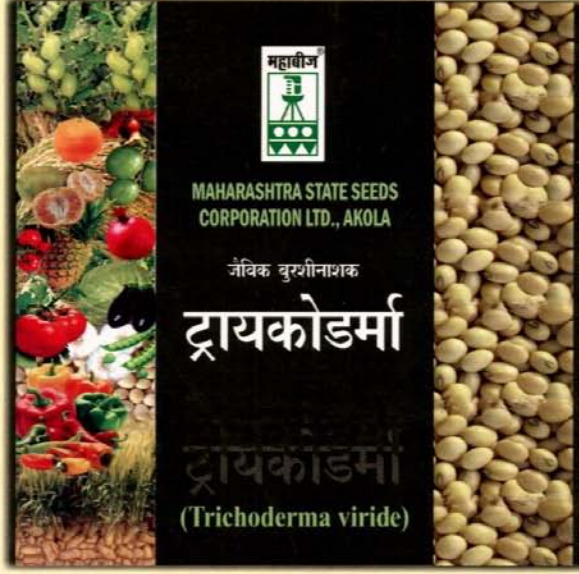
महाराष्ट्र राज्य बियाणे महामंडळ मर्यादित

महाबीज भवन, कृषिनगर, अकोला. ४४४ १०४

महाबीज ट्रायकोडर्मा

(जैविक बुरशीनाशक)

पिकांचे बुरशीजन्य रोगांपासून संरक्षण व अधिक उत्पादनाकरीता अवश्य वापरा



पिकांच्या संपूर्ण वाढीच्या अवस्थेपर्यंत संरक्षण करते.

हानीकारक रोगजन्य बुरशीचा नायनाट होऊन उगवणशक्ती वाढण्यास मदत करते.

जमिनीतील सेंद्रीय पदार्थ कुजवून जमिनीचा पोत सुधारतो.



To,

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