

महाबीज®



33rd

Annual Report
2009-2010

MAHARASHTRA STATE SEEDS
CORPORATION LTD., AKOLA





Hon'ble managing Director, Shri Parimal Singh, IAS, Hon'ble Directors Shri Sanjay S Dholi, MP, Shri Vallabhray T Deshmukh, Shri Anil K. Pali inaugurating departure of 1st batch of shareholders from Regional Office, MIDCL, Choni, Akola for study tour to Krishi Vigyan Kendra, Babhaleshwar, Tq. Rahata, Dist. Ahmednagar on 5th Dec. 2010



Shri Sanjay Mehta, IIC Company Secretary, inaugurating the 1st Training session of shareholders belonging to Akola, Amravati & Washim Districts at KVK Babhaleshwar on 6th Dec. 2010



Hon'ble Director, Shri Anil K. Pali attending the 2nd batch of shareholders at KVK Bhalleshwar on 9th & 10th Dec. 2010



Hon'ble farmer shareholders belonging to Buldana and Jalgaon district attending the Training programme at KVK Babhaleshwar on 9th and 10th Dec. 2010



Instructor of KVK, Babhaleshwar imparting training to the 3rd batch of farmer shareholders belonging to Parbhani region on 12th and 13th Dec. 2010



Field visit of farmer shareholders to Guava Farm near KVK Babhaleshwar



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MAHARASHTRA STATE SEEDS CORPORATION LIMITED

Board of Directors	Shri Sunil Porwal, IAS	Chairman
	Shri. Parimal Singh, IAS	Managing Director
	Dr. S. S. Kadam (VC)	Director
	Shri. P. K. Deshmukh IAS	Director
	Shri. Sanjay S. Dhotre (MP)	Director
	Shri. S. K. Roongta	Director
	Shri. Vallabhrao T. Deshmukh	Director
	Shri. Anil K. Patil	Director
	Shri. G. K. Raut	Director
	Dr. P. V. Salvi	Director
	Shri. Y. R. Purandare	Director
	Shri. Radhey Shyam	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. S. M. Bagrecha	G.M. (Finance)
	Shri. Ashok Amankar	G.M. (Admn.)
	Shri. S. K. Mehta	Dy. G.M. (I. A.) and Incharge Company Secretary
	Shri. S. M. Pundkar	I/C. G.M. (Production)



NOTICE

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

Notice is hereby given that the Thirty third (33rd) Annual General Meeting of the members of Maharashtra State Seeds Corporation Limited will be held on Saturday, the 5th March 2011 at 12.00 noon at "Alpabachat Sabhagraha" District Collector office Campus, Akashwani Chowk, Jalgaon - 425001, 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, 2010 and Profit & Loss Accounts for the year ended on that date with the Auditors' Report thereon.
2. To consider declaration of Dividend on equity Shares @ 10%.
3. To appoint Shri. Sanjay. S. Dhotre, as Director of the Company, with effect from next day of this meeting who being the re-elected representative of farmer shareholders from Vidarbha constituency, retiring by rotation at this meeting.
4. To appoint Shri. V. T. Deshmukh, as Director of the Company with effect from next day of the meeting who being the re-elected representative of farmer shareholders from Rest of Maharashtra constituency, retiring by rotation at this meeting.

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

S.K. Mehta
Dy.General Manager (I.A.) &
I/c Company Secretary

Akola.
Date - 07-02-2011



NOTES:

1. A MEMBER ENTITLED TO ATTEND & VOTE AT THE MEETING IS ENTITLED TO APPOINT A PRXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMEBER OF THE COMPANY.
2. Proxy appointed by the memeber 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 Annul Report to the Annual General Meeting.



DIRECTORS' REPORT

To,
The Members

Your Directors have great pleasure in presenting the 33rd Annual Report together with audited accounts of the Company for the financial year ended 31st March, 2010.

1. FINANCIAL RESULTS :

(Rs. in Lacs)

Particulars	2009-10	2008-09
Turnover	37,846.42	35,127.08
Profit before depreciation	3,820.11	1,878.82
Depreciation	118.66	119.16
Profit before tax	3,701.45	1,759.66

During the year under report, Company has achieved highest ever turnover, as well as increase by 8% over the last year turnover. During the year, the Company has earned net profit of Rs 3701.45 lacs due to increase in turnover including sales under Hon'ble Prime Minister Package Rs. 108 crores, thereby reduction in discount, saving in other cost, besides earning Other Income Rs. 2063 lacs. The Other Income includes interest earned Rs. 657 lacs on Short Term Deposit. During the year, the Company has acquired Fixed assets Rs. 230.51 lacs (including assets acquired out of grant Rs. 195.41 lacs). The Company has transferred Rs. 74 lacs to Research Reserve and Rs. 59.96 lacs to General Reserve.

2) DIVIDEND

The Board has recommended a Dividend of 10% (Rs.10 per share) Rs.41.80 Lacs for the financial year 2009-2010.

3. SEED PRODUCTION :-

The company has produced 9,67,521 quintals Certified/Truthful seed and 71,206 quintals Foundation seed including vegetable crops, from an area of 93,961 hectares & 6,769 hectares respectively from growers/TSFs. Out of total production, the quantum of Certified seed in Cereals 3,47,497 qtls, Pulses 1,04,882 qtls, Oil seeds 4,98,605 qtls, Cotton & Fibers 9,023 qtls, Green Manuring 1,708 qtls, Fodder 430 qtls & Vegetables Crop 5,376 qtls. Our company has produced & supplied 36,000 tissue culture banana plants & 4,02,445 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 on Certification Inspection



fee rebate 100 %, 75%, & 50% 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.

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 Campaigning", the MSSCL has introduced special seed quality incentive for production of high germination seed in Soybean, Tur, Moog, Udid, Tur & Paddy etc. crops. Because of additional quality incentives above the procurement policy, to the seed growers response is increasing for tendering less low grade percent raw seed having higher germinability of seed.

Considering the demand of Certified seed in Pulses & Cereals under National Food Security Mission, the company has produced record certified seed of Tur & Gram varieties in Pulses and Paddy & Wheat in Cereal crops for distribution, 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 & Fiber Crops for its promotion on large scale amongst the farmers in Maharashtra for boosting their productivity.

The MSSCL has under taken the production programme of Imp Jowar PVK-809, Imp Cotton AKA-8, Hy. Paddy Sahyadri-2, Sahyadri-3, Sahyadri-4, Indira Sona, Tur BDN-708, Vipula, Moog BM-2002-1, Hy. Tur ICPH-2671, Soybean MAUS-71, JS-95-60, Wheat Purna, Lok-54, NIDW-15, NIAW-917, HI-8663 (Poshan), Rabi Jowar Parbhani Moti, Phule Vasudha, Safflower PBNS-12, AKS-207 & Gram Jaki-9218, Digvijay, Akash, PKV Kabuli-4 etc. new varieties developed by Agricultural University.

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 11,07,811.69 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, Company has initiated the work of construction of Godown for ideal storage of 8,000 quintals at Jalna plant in MIDC area so as to provide better services to farmers in this district and adjoining area of Beed and Aurangabad districts from the grant received of Rs. 340 lacs for strengthening of storage of seeds from the Department of Agriculture, Govt. of India. Moreover, Company has also constructed godown for seed storage at Butibori plant in Nagpur District for the capacity of 15,000 quintals seeds to strengthen processing and storage capacity in Nagpur Region. During the year under report, Company has also replaced the old machinery with new, latest and high capacity processing machines at processing plants of Seloo-District Wardha, Ashta – District Snagli, Mul – District Chandrapur for efficient operations and best services to Shareholders and Seed growers.

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 7,15,537 quintals seeds during Kharif 2009 season (including seed distribution in Vidarbha package). The percentage of sale in comparison to availability of seed comes to 96%. During Rabi 2009 season, MSSCL has sold 3,47,878 quintals seeds (including seed distribution in Vidarbha package). During Summer 2009-10 season, MSSCL has sold 29,069 quintals seeds. During the year under report MSSCL has sold 31,520 qtls. seeds of Vegetable, Fodder & Green Manuring crops worth Rs.11.26 crores. MSSCL has achieved good sales due to proper planning, timely availability of seed and reasonable pricing.

Hon Prime Minister has announced relief package to the farmers of suicide prone districts of Vidarbha region under Quality Seed Programme to the farmers on 50% subsidy for three years. Since the balance amount of subsidy was limited the Govt. of Maharashtra has made provision of subsidy from Rashtriya Krishi Vikas Yojna. During Kharif 2009 season, total 2,24,784 qtls. seeds of Soyabean, Tur, Moog, Udid, Hy. Maize and Imp. Cotton and during Rabi 2009 season total 1,23,345 qtls. seeds of Gram & Wheat has been distributed to 14,02,950 farmers (11,01,755 in Kharif & 3,01,195 in Rabi) under this scheme.

The Govt. of India has implemented "National Food Security Mission" for increase in productivity of Wheat, Rice & Pulses in selected districts of the state. MSSCL has supplied 44,860 qtls. seeds of Rice, Tur, Moog & Udid in Kharif 2009 season and 1,19,416 qtls. seeds of Gram & Wheat in Rabi 2009-10 season.

6. QUALITY CONTROL OF SEED

During the year under report, total 38822 samples of various crops/varieties have been tested in Quality Control Laboratories for germination and physical purity. 4515 seed samples are tested under field emergence test.

To ensure genetic purity Grow Out Test of each lot of Hy. Cotton NHH-44 Bt. Improved Cotton BN-Bt, Udid, Hy. Jowar, Hy. Sunflower, Hy. Vegetable, Wheat HD-2189 and random testing of other crops like, Moog, Bajra, Sunflower, Wheat other crop, Imp. Vegetable crops has been taken up and bonus is paid to the seed growers with higher genetic purity. During the year under report, 2202 samples have been tested for evaluation of genetic purity in Maharashtra and Outstate.

MSSCL first time had organized Hy. Bt Cotton NHH-44 and BN Bt seed production programme during Kharif 2009. Before releasing the seed for marketing detection of Bt toxin by ELISA Test is conducted at MBC, MSSCL Nagpur. Total 905 samples of Hy. Bt. Cotton NHH-44 and 9 samples of BN Bt. Cotton are tested under ELISA test at MBC Nagpur.

7. BOARD OF DIRECTORS :

The Board of Directors presently comprises 12 members.

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

MAHARASHTRA STATE SEEDS CORPORATION LIMITED

Sr. No.	Name	Date of Appointment	Date of Retirement
3	Smt.Upma Chawdhry	21-07-2008	09-04-2009*

8. BOARD MEETING :

During the year 2009-2010, the Board could met four times as follows :

Sr. No.	Board Meeting No.	Date	Venue
1	153rd	09-04-2009	Mumbai
2	154 th	10-07-2009	Mumbai
3	155 th	08-10-2009	Mumbai
4	156 th	22-01-2010	Aurangabad

9. ATTENDANCE OF DIRECTORS TO THE MEETINGS :

Sr No	Name of Director	Board Meetings	Sub-Committee Meetings	Attendance in last 32 nd AGM (22-01-10)
		4	24	1
		Attended	Attended	Attended
1	Shri Nanasaheb Patil	4	N.A.	Yes
2	Shri P.K. Deshmukh	3	N.A.	Yes
3	Shri Saurabh Vijay	3	11	Yes
4	Dr. S.S. Kadam V.C.	1	N.A.	No.
5	Shri S.S. Dhotre M.P.	2	06	Yes
6	Shri V.T. Deshmukh	4	20	Yes
7	Shri A.K. Patil	3	21	Yes
8	Shri G.K. Raut	3	02	No.
9	Shri S.K. Roongta	3	N.A.	Yes
10	Dr. P.V. Salvi	1	N.A.	No.
11	Shri Y.R. Purandare	3	N.A.	No.
12	Shri Radhey Shyam	4	1	Yes

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, 2010 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, Akola Chartered Accountants & Company. 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 or loss 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, The Company have obtained compliance certificate from M/s.Suraj G.Padhiyar , Pune Company Secretary in whole-time practice.

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 : Mumbai
DATE : 28/10/2010

(SUNIL PORWAL)
CHAIRMAN



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

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 developed by the company as well as Moog variety "Utkarsha" are very popular in Maharashtra. Hy. Bhendi Tanvi, Tomato Mahabeej-401, 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. 57,368/-

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, 2010.

For & On behalf of the Board of Directors

(SUNIL PORWAL)

PLACE : Mumbai

CHAIRMAN

DATE : 28/10/2010



COMPLIANCE CERTIFICATE

Company No.: U01200MH1976SGC018990

To,
The Members,
MAHARASHTRA STATE SEEDS CORPORATION LIMITED,
Mahabeej Bhavankrishi Nagar,
Akola: 444104

I 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 2010. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid 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 duly recorded.
- 2 the company has filed the forms and returns, as stated in Annexure 'B' to this certificate with the Registrar of Companies under the Act and the rules made there under.
- 3 the company is a Limited Company having more than the minimum prescribed paid up capital
- 4 the Board of Directors met 4 (Four) times on 9th April 2009, 10th July 2009, 8th October 2009 and 22nd January 2010, in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The Company has not passed any resolution by Circulation.
- 5 the company has not closed its Register of Members during the financial year. Hence the provisions of Section 154 of the Act were not applicable.
- 6 the annual general meeting for the financial year ended on 31st March 2009 was held on 22nd January 2010 after giving notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose. The company had obtained necessary approval from Ministry and Corporate Affairs, New Delhi, for extension in holding annual general meeting upto 31.12.2009 however the Annual General Meeting was held on 22nd January 2010.
- 7 no extra ordinary general meetings was held during the financial year.
- 8 as informed to me, the company has not advanced any loans to its directors and /or persons or firm or companies referred in the section 295 of the Act during the financial year ended 31st March 2010.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- 9 as informed to me and documents made available the company has not entered into fresh contracts as specified under section 297 of the Act during the financial year ended 31st March 2010.
- 10 the company has made necessary entries in the register maintained as per provisions of Section 301 of the Act during the financial year ended 31st March 2010.
- 11 as there were no instances falling within purview of Section 314 of the Act during the financial year ended 31st March 2010, the company has not obtained any approvals from the Board of Directors, Members or Central Government as the case may be.
- 12 the company has issued any duplicate share certificates during the financial ended on 31st March 2010 and complied with the provisions of the Act.
- 13 the Company has:
- i) delivered all the certificates on lodgment thereof for transfer and transmission of shares in accordance with the provisions of the Act during the financial year ended 31st March 2010. The company has not made any allotment of securities during the year under review.
 - ii) not declared dividend during the financial year.
 - iii) not posted any warrants to any member as no dividend was declared during the financial year.
 - (iv) no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
 - v) complied with the requirements of section 217 of the Act.
- 14 the board of directors of the company is constituted. The company has appointed Director in place of casual vacancy during the financial year ended 31st March 2010 and complied with the provisions of the Act.
- 15 The company has not appointed any Managing Director/whole time director during the year financial year ended on 31st March 2010.
- 16 the company has not appointed any sole selling agents during the financial year ended on 31st March 2010.
- 17 the company has obtained necessary approval for extension for holding Annual General Meeting for the year ended 31.03.2009 upto 31.12.2009 and for holding Annual General Meeting at a place other than the Registered office of the Company . Apart from this, the company has not initiated any proceedings / actions during the financial year ended 31st March 2010, requiring the company to obtain necessary approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

- 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. However the same was tabled, read and noted in the Board meeting held on 28/07/2010.
- 19 the company has not issued any shares, debentures or other securities during the financial year ended on 31st March 2010.
- 20 the company has not bought back any shares during the financial year ending 31st March 2010.
- 21 the company does not have preference share capital and has not issued debentures.
- 22 there were no transactions necessitating the company to keep in abeyance the rights to dividend, right shares and bonus shares pending registration of transfer of shares.
- 23 the company has not invited or accepted any deposit including any unsecured loans falling within the purview of Section 58A during the financial year ended on 31st March 2010.
- 24 the company has borrowed the amount from banks during the financial year ended 31st March, 2010 within the borrowing limits of the Company and as informed to us the company had in past, passed necessary resolution as required under Section 293(1)(d)
- 25 the Company has not made any loans and made any investments in other bodies corporate during the financial year ended 31st March 2010.
- 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 ended on 31st March 2010.
- 27 the company has not altered the provisions of the memorandum with respect to the objects of the company during the year ended on 31st March 2010.
- 28 the company has not altered the provisions of the memorandum with respect to name of the company during the year ended on 31st March 2010 and complied with the provisions of the Act.
- 29 the company has not altered the provisions of the memorandum with respect to share capital of the company during the year ended on 31st March 2010.
- 30 the Company has not altered the provisions of Articles of Association during the year ended on 31st March 2010.
- 31 there were no prosecutions initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
- 32 the company has not received any money as security from its employees during the financial year ended on 31st March 2010.
- 33 the Company has not constituted Provident Fund under Section 418 of the Act.

Place : Pune
Date : 28.10.2010

Suraj G. Padhiyar
Company Secretary
C. P. No. : 4752



COMPLIANCE CERTIFICATE

MAHARASHTRA STATE SEEDS CORPORATION LIMITED

Annexure A
Statutory Registers as maintained by the Company
during the financial year ended 31st March 2010.

Sr. No.	Name	Section
1	Register of Members	150
2	Register of Charges	143
3	Minute book for General Meetings & Board Meetings.	193
4	Books of Accounts	209
5	Register of particulars of contracts in which directors are interested	301
6	Register of director, Managing Director, Manager, Secretary.	303
7	Register of director s shareholdings	307
9	Attendance register	Reg.71 of table A

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, during the financial year ending on 31st March, 2010

Sr. No.	Particulars of Forms	Section No.	Purpose of Filing	Date of Filing
1	Form 32	Sec. 303(2)	Change in Directors	09/06/2009
2	Form 20B	159	Annual Return	18/02/2010
3	Form 23AC and 23ACA;	220	Balance Sheet and Profit and Loss Account	02/02/2010
4	Form 66;	383(A)	Secretarial Compliance Certificate	02/02/2010

Place : Pune
 Date : 28.10.2010

Suraj G. Padhiyar
 Company Secretary
 C. P. No. : 4752



ADDENDUM TO THE DIRECTORS REPORT
Replies on the report of the Statutory Auditors to the Shareholders
F.Y.2009-10

Query No.	Reply
F (i)(a)	The company is receiving large amount of production subsidy from Govt. for distribution of the same to Seed Grower under NODP,NPDP, Work Plan . The scheme wise detail records are kept in Production Deptt and as per these record the Company has distributed entire Subsidy to Seed Growers. However as per accounts records there is credit balance of .190.40 lacs which is yet to reconcile. This has already been indicated in Note 6(a) of Schedule No.24
F (i) (b)	Statement of Fact. On the basis of proforma Invoices the SAO have transferred the amount to MSSCL. This is routine & normal accepted procedure. In case MSSCL does not supply the seed, the amount shall be refunded to Govt, till then the same has been shown as liability
F (i) c,d,e	The Company has utilized the entire Grant received in that particular year and also submitted the utilization certificate. However at that time no proper entries have been passed in the accounts. This has been noticed in the current year while reconciling the Grant account; hence the correction has been made. Due to this rectification, Grant A/c is now showing the true & fair position
F (ii)	These parties are regular dealer of MSSCL having written agreement of dealership with them. since last 3-4 years these dealers are also acting as Agent between MSSCL & Karnataka Govt for collecting the orders , acknowledgement of seed supplied , collection of payment etc for which they have been paid reasonable commission with the approval from Head Office. It is to clarify that in the true sense they are simply agent of the company but wrongly termed as C & F Agent. The seed is directly supplied to consignee so as to avoid re-transportation, loading & unloading. The commission paid is reasonable.
F (iii) F (iv) F (v) F (vi)	Refer the following notes of Sch.No.24, which are self-explanatory Note No.12 (b) Note No.1 (v) Note No.7 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.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 requirement for the purpose for which it has been received, which was clarified to auditor

(Sunil Porwal)
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 31, 2010 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.
- 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 (iii) 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 31, 2010 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 31, 2010 and its Profit for the year ended on that date in conformity with the accounting principles generally accepted in India subject to following comments ;
- i) SUBSIDIES:
- a) The subsidy payable Kharif / Rabbi 2006-07 account shows credit balance of Rs.190.40 lakhs. The balance is subject to reconciliation. Year wise details of subsidy received and utilized are not maintained. Confirmation of unutilized subsidy from the nodal agency or the company is not available with the company.
 - b) Advance from SAO shows credit balance of Rs.404.63 lakhs. The balance is subject to confirmation from the SAOs. The amounts are received against the proforma invoices raised by the company without actually supplying the goods. As informed to us the amount is transferred to the Company as per the instructions of the State Govt. for supply of seeds to farmers under state Govt Schemes.
 - c) Company received Rs.50.00 lakhs Capital Grant from GOI under "Development and Strengthening of Infrastructure Facilities for Production and Distribution of Seeds" in FY 2005-06. Amount of Rs.48.49 lakhs has been utilized in FY 2006-07 against which utilization certificate for the entire amount was given by the company. However entries in books of account shows that Rs.1.51 lakhs has remained unutilized which is transferred to profit and loss in the current year. The certificate given to Nodal Agency as regard to it's utilization to full extent goes against the facts which are apparent from company's record itself.
 - d) Company received Rs.8.00 lakhs Capital Grant from GOI under "Development & Strengthening of Infrastructure Facilities of Tissue Culture Laboratory at Mahabeej Biotechnology Centre, Nagpur" in FY 2005-06. Amount of Rs.6.02 lakhs has been utilized in FY 2006-07 against which utilization certificate for the entire amount was given by the company. However entries in books of account shows that Rs. 1.98 lakhs has remained unutilized which is transferred to profit & loss in the current year. The certificate given to Nodal Agency as regard to it's utilization to full extent goes against the facts which are apparent from company's record itself in this case also.



- e) Similarly unutilized grant of Rs.3.45 lakhs of 2000-01 is transferred to Profit and Loss Account and income has been booked by the company.
- f) It is informed that advance subsidy included in Rs. 130.38 lakhs amounting Rs. 122.64 lacs is refundable to the Government and details of balance Rs. 7.74 lakhs are not made available till the finalization of our report.
- g) Amount of unutilized subsidy Rs.102.12 lacs received under "Organic Farming Scheme 2008-09" is credited in the regular account of SAO which has resulted into incorrect presentation of amount receivable from SAO and unutilized subsidy. In our opinion separate account of subsidies received should be maintained so as to reflect unutilized subsidy clearly

In nutshell we strongly express our concern over the issues of various subsidies , their claim, mode of claim such as proforma invoices, provisional invoices, utilization reporting to Nodal Agencies , retaining of amount received for specific purpose, subsequent treatment in accounts as income etc.

ii) **Kurnool agreement point.**

At Kurnool office a payment of Rs. 1726939/- has been made under head C & F Agents Commission without executing any formal agreements. This includes a payment of Rs.1545237/- to Shri Sai Agencies, Bidar, who happens to be a dealer also of company. Entire amount is credited on 30.03.2010 by Journal Voucher. The details as regard to from which location of MSSC how much quantity was dispatched to the locations of consignee or whether the material was dispatched first by MSSC to the location of C&F Agent for storing and further dispatching etc. were not available. Payment by cheque and after completion of work cannot be treated as substitute of agreement when the nature of work itself is not defined.

In absence of any agreement it could not be ascertained as to what were the rates for dispatching material at various destinations of consignee, rates of charges payable and other terms of dispatch. It is also noticed that the material was dispatched directly from various locations of MSSC to consignee. Under such circumstances the role of C&F Agent to whom such huge amount is paid needs utmost attention.

- iii) 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'.
- iv) Company has accounted certain income/expenses on cash basis. Refer Note no 1(v) of Schedule-24 to Balance Sheet and Profit & Loss Account.
- v) Sundry Growers Control Account (Old A/c) is having credit balance of Rs. 21.57 lakhs; grower wise accounts are not available.
- vi) Balances of Sundry Debtors, Sundry Creditors, Loans and Advances and Deposits are subject to confirmation.

For S. G. Gandhi & Co.
Chartered Accountants

Place : Akola
Dated : 30/10/2010

(S. G. Gandhi)
Partner M No. 30160
FRN 103034W



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 Rs.5.00 lakhs, 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.
- 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 5.00 lakhs 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.
- 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 not available at branch. Compliance report of the internal audit report is not submitted by 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.
- 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.323.88 lakhs (Previous Year Rs. 323.88 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.
- 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 but not utilized for 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 & 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.

For S. G. Gandhi & Co
Chartered Accountants

Place : Akola
Date : 30/10/2010

(S. G. Gandhi)
Partner
M.No. 30160
FRN 103034W



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

BALANCE SHEET AS AT 31st MARCH, 2010

	Schedules	2009-10 Rupees	2008-09 Rupees
I SOURCES OF FUNDS			
SHARE HOLDERS FUNDS			
Capital	1	41844500	41844500
Reserves & Surplus	2	888841450	649083482
LOAN FUNDS			
Secured Loans	3	212196272	121294146
Unsecured Loans	4	50000000	50000000
		<u>1192882222</u>	<u>862222128</u>
II APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	5	409090961	405893773
Less: Depreciation		293586124	281961698
Net Block		<u>115504837</u>	<u>123932075</u>
Capital Work in Progress		24872662	21064692
INVESTMENTS	6	6000	6000
CURRENT ASSETS LOANS & ADVANCES			
a) Inventories	7	833800000	860500000
b) Sundry Debtors	8	121381336	144406469
c) Cash & Bank Balances	9	891604348	1031561159
d) Other Current Assets	10	19897962	14655414
e) Loans & Advances	11	899638033	634843186
TOTAL "A" :		<u>2766321679</u>	<u>2685966228</u>
LESS: CURRENT LIABILITIES & PROVISIONS			
a) Current Liabilities	12	1409579308	1790286161
b) Provisions		304243648	178460706
TOTAL "B" :		<u>1713822956</u>	<u>1968746867</u>
NET CURRENT ASSETS (A-B)		<u>1052498723</u>	<u>717219361</u>
TOTAL		<u>1192882222</u>	<u>862222128</u>
Significant Accounting policies and Notes to Accounts			
	24		

NOTE : Schedules 1 to 24 referred to above form an integral part of the Accounts

(Parimal Singh)
Managing Director

(Sunil Porwal)
Chairman

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

(S.M. Bagrecha)
General Manger (Finance)

S.G. Gandhi
Partner

Place : MUMBAI
Date : 28th Oct. 2010

Place : AKOLA
Date : 30th Oct. 2010

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED****PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010**

	Schedules	2009-10 Rupees	2008-09 Rupees
INCOME			
Sales	13	3784641764	3512708541
Other Income	14	206348687	106891004
Decrease in Stock	15	(29800000)	(66300000)
TOTAL :		3961190451	3553299545
EXPENDITURE			
Purchases	16	2925600704	2697992382
Consumption of Processing Materials	17	119608255	128999015
Processing & Other Expenses	18	127882712	133859752
Payments to & Provisions for Employees	19	279132525	271968044
Selling & Distribution Expenses	20	76424096	80470411
Interest & Bank Charges	21	10114543	10991103
Administration & Other Expenses	22	35415837	36136511
Provision for doubtful Advances		5000000	5000000
Depreciation	5	11866337	11915866
TOTAL :		3591045009	3377333084
Profit before taxation		370145442	175966461
Provision for Taxation		140300000	69700000
Less : Fringe Benefit Tax		0	939948
Profit after Taxation		229845442	105326513
Balance b/f from last year		458123322	355465606
Excess/Short Provision of Income tax		475781	132811
Earlier years Adjustments (net)	23	(2023052)	698392
Amount available for Appropriation		686421493	461623322
APPROPRIATIONS			
General Reserve		5696000	0
Provision for Proposed Dividend		4180000	0
Dividend Tax		715600	0
Research Reserve		7400000	3500000
Balance carried to Balance-Sheet		668429893	458123322
		686421493	461623322
Basic and diluted earning per share		Rs. 545	Rs. 254/-
Significant Accounting policies and Notes to Accounts	24		

NOTE : Schedules 1 to 24 referred to above form an integral part of the Accounts

(Parimal Singh)
Managing Director**(Sunil Porwal)**
ChairmanAs per our report of even date
For S.G.Gandhi & Co.
Chartered Accountants**(S.M. Bagrecha)**
General Manger (Finance)**S.G.Gandhi**
PartnerPlace : MUMBAI
Date : 28th Oct. 2010Place : AKOLA
Date : 30th Oct. 2010



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

**SCHEDULES 1 TO 24 FORMING PART OF ACCOUNTS
AS AT 31ST MARCH 2010**

	2009-10 Rupees	2008-09 Rupees
SCHEDULE -1 : SHARE CAPITAL		
AUTHORIZED :		
10,00,000 Equity Share of Rs. 100/- each	<u>100000000</u>	<u>100000000</u>
	<u>100000000</u>	<u>100000000</u>
ISSUED :		
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>

SCHEDULE - 2 : RESERVES & SURPLUS

Particulars	As on 1.4.2009	Addition	Withdrawn	As on 31.3.2010	As on 31.3.2009
RESERVES					
Capital Reserve	1429705	0	0	1429705	1429705
General Reserve	15771179	5696000	0	21467179	15771179
Research Reserve	26068600	7400000	0	33468600	26068600
Profit & Loss Account	458123322	210306571		668429893	458123322
Sub Total	501392806	223402571	0	724795377	501392806
GRANTS					
Working/Capital Grants NSP-III (Including Interest of Rs. 7292761/)	80602761	0	0	80602761	80602761
Research & Development Grants NSP-III	3425953	0	0	3425953	3425953
Seed Bank: Const. of Godown Grant	7340000	0	6498511	841489	7340000
Seed Bank: Revolving Grant	6433000	0	0	6433000	6433000
Cotton Delinting Plant Grant	18204494	0	0	18204494	18204494
Strengthening of Processing & Storage facility	21849993	0	11006709	10843284	21849993
N.H.M. Vegetable Machinery Grant	4840852	0	1869277	2971575	4840852
Tissue Culture/BT Genetic Capital Grant	4383326	0	693326	3690000	4383326
Grant :Veg. Seed Prod. Development	410381	0	0	410381	410381
Packaging Machine Grant	199916	0	0	199916	199916
Develop. & Stengthning QC Lab	0	2000000	166480	1833520	0
Develop. & Stengthning Plants	0	34000000		34000000	0
Grant DNA Finger Print Project	0	700000	110300	589700	0
Sub Total	147690676	36700000	20344603	164046073	147690676
GRAND TOTAL :	649083482	260102571	20344603	888841450	649083482

*Grats utilized	
Plant & Machinery	166480
Building	19374497
Revenue Expenses	803626
Total	20344603



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

	2009-10 Rupees	2008-09 Rupees
SCHEDULE-3 : SECURED LOANS		
Cash Credit with Bank of Maharashtra (Hypothecation of Stock of Raw material, Semi-finished , finished goods and Consumable Stores) (* re-grouped/re-arranged)	132065093	121294146
Loan on FDR. from Bank of Maharashtra	80131179	
	212196272	121294146

SCHEDULE-4 : UN-SECURED LOANS

Revolving fund Loans from State Govt.	50000000	50000000
	50000000	50000000

SCHEDULE - 5 : FIXED ASSETS

ASSETS	GROSS BLOCK			DEPRECIATION NET BLOCK			NET BLOCK			
	As at 1.4.2009	Additions	Sales/ Adjustments	Total 31.3.2010	AsAt 1..4.2009	For the Year	Sales/ Adjustments	Total 31.3.2010	As at 31.3.2010	As at 31.3.2009
Free hold Land	5339363	0	0	5339363	0	0	0	0	5339363	5339363
Lease hold land	5725874	0	66975	5658899	0	0	0	0	5658899	5725874
Buildings	200046526	19374497	19374497	200046526	118611287	6499119	0	125110406	74936120	81435239
Plant & Machinery	123614801	985730	166480	124434051	104944463	2678836	0	107621299	16812752	18670338
Electrical Installation	18999036	1400474	0	20399510	15074271	673999	0	15748270	4651240	3924765
Furniture & Fixture	17211954	47565	0	17259519	13843403	616026	0	14459429	2800090	3368551
Office Equipment	6887325	152726	0	7040051	4843711	291349	0	5135060	1904991	2043614
Vehicles	10372800	0	246292	10126508	8207538	566402	241911	8532029	1594479	2165262
Computers	17696094	1090440	0	18786534	16437025	542606	0	16979631	1806903	1259069
Total This Year :	405893773	23051432	19854244	409090961	281961698	11866337	241911	293586124	115504837	123932075
Total Previous year	395285378	12741588	2133193	405893773	271731284	11915871	1885457	281961698	123932075	123554094

Note :

Details of Sales & adjustments includes following.

Particulars	Adjustment (Tr.to Grant A/c)	Rate of Depreciation	Rate of Depreciation
Plant & Machinery	166480	13.91 %	Furniture & Fixture
Buildings	19374497	20.87 %	Electrical Installation
		13.91 %	Vehicles
		10.00 %	Commercial Vehicles
		05.00%	Computers
Total	19540977		



	2009-10 Rupees	2008-09 Rupees
SCHEDULE-6 : INVESTMENTS (Unquoted at cost)		
Government Securities		
6 Years National Saving Certificates (Lodged as Security Deposit with Andhra Pradesh Sales Tax Authority for granting Sales tax Registration.)	6000	6000
	<u>6000</u>	<u>6000</u>
SCHEDULE-7 : INVENTORIES.		
[As valued and certified by the Management ,at cost or net realizable value whichever is less unless and otherwise specified]		
Foundation ,Breeder Seed	5600000	15600000
Certified ,Truthful & Raw-Seed	728800000	733800000
Processing ,Packing Materials	65300000	62200000
Low Grade , Fail Seed & Non Seed	34100000	48900000
	<u>833800000</u>	<u>860500000</u>
SCHEDULE-8 : SUNDRY DEBTORS (Un-Secured)		
Debts outstanding for a period		
Exceeding Six Months		
Considered Good	57024342	107067193
Considered Doubtful	9860317	10277151
	<u>66884659</u>	<u>117344344</u>
Others		
Considered Good	64356994	37339276
Considered Doubtful	232000	232000
	<u>64588994</u>	<u>37571276</u>
	<u>131473653</u>	<u>154915620</u>
Less : Provision for Doubtful Debts	10092317	10509151
	<u>121381336</u>	<u>144406469</u>



	2009-10 Rupees	2008-09 Rupees
SCHEDULE-9 : CASH & BANK BALANCES		
Cash on Hand	118651	114105
Remittance in Transit	310000	3040365
Bank Balances with Schedule Banks		
On Current Account	137685080	118391072
On Fixed Deposit Account	753485500	910010500
With Non-Schedule Banks on Current Account		
With District Co-Operative Banks	5117	5117
Branch Maximum balance outstanding at any time during the year.		
Yeotmal Rs 73117/-	891604348	1031561159
SCHEDULE-10 : OTHER CURRENT ASSETS		
Interest accrued but not due on F.D.R.	19897962	14655414
	19897962	14655414
SCHEDULE-11 : LOANS & ADVANCES.		
(Unsecured considered good unless and otherwise stated)		
Advances, Deposits and Pre-paid expenses (recoverable in cash or in kind or for value to be received)		
Advance for Purchases		
Considered Good	802275304	590855152
Considered Doubtful	10303365	10131943
Other Advances , Sundry Growers A/c & Prepaid Expenses		
Considered Good	9385802	2865997
Considered Doubtful	500000	500000
	822464471	604353092
Less : Provision for Doubtful Advances	10803365	10631943
	811661106	593721149
Deposits	10372367	10192337
Advance Income Tax	77604560	30929700
	899638033	634843186

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2009-10 Rupees	2008-09 Rupees
SCHEDULE-12 : CURRENT LIABILITIES & PROVISIONS		
A. CURRENT LIABILITIES		
Sundry Creditors		
For Seeds	184277736	199562066
For Supplies & Expenses	196992950	155276772
For Others	395383692	711293838
Unclaimed Dividend	0	341045
Advance Received from Customers	632924930	491681541
Sprinkler A/c (Govt of Mah. Rs. 59.21 Cr)	0	187531004
Sprinkler A/c (Govt of Mah. Rs. 24.05 Cr)	0	44599895
	<u>1409579308</u>	<u>1790286161</u>
B. PROVISIONS		
For Earn Leave Encashment	123345781	95635624
For Proposed Dividend & Dividend tax	4895600	0
For Taxation	140300000	69700000
For Group Gratuity	35702267	13125082
	<u>304243648</u>	<u>178460706</u>
SCHEDULE-13 : SALES		
Foundation ,Breeder Seed	220215159	180290027
Certified ,Truthful Seed : 3672494050		
Less : Discount 192822412	3479671638	3277691918
Low-Grade,Fail Seed & Non-Seed etc.	73826945	44069463
Nursery ,T.C Plants & Landscaping	5989862	4622007
Processing Materials	557446	988603
Scrap Processing Material	4380714	5046523
	<u>3784641764</u>	<u>3512708541</u>

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2009-10 Rupees	2008-09 Rupees
SCHEDULE-14 : OTHER INCOME		
Interest (net)	65707378	45652333
[Tax Deducted at Source Rs. 9452585 /- (Previous Year Rs. 8979700 /-)]		
Production Subsidy	24348016	1197090
Reimbursement of Expenses	87377473	30945803
Processing & Service Charges	4623150	6294052
Miscellaneous Receipts	12301020	13693587
[Including Rs. 309209 /- (Previous Year Rs. 7383 /-) for Insurance claims.]		
Profit on sale of Assets	56405	215222
Liabilities in respect of earlier years written back (net)	11935245	8892917
	<u>206348687</u>	<u>106891004</u>

SCHEDULE-15 : STOCK**Opening Stock**

Foundation, Breeder Seed	15600000	7500000
Certified, Truthful & Raw-Seed	733800000	833900000
Low-grade, Fail Seed & Non Seed	48900000	23200000
	<u>798300000</u>	<u>864600000</u>

Closing Stock

Foundation, Breeder Seed	5600000	15600000
Certified, Truthful & Raw-Seed	728800000	733800000
Low-grade, Fail Seed & Non Seed	34100000	48900000
	<u>768500000</u>	<u>798300000</u>
Decrease in stock	(29800000)	(66300000)

SCHEDULE-16 : PURCHASES

Foundation Seed	173159151	200838753
Certified, Truthful & Raw-Seed	2746973332	2492042955
Nursery/T.C Plants & Landscaping	5468221	5110674
	<u>2925600704</u>	<u>2697992382</u>

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2009-10 Rupees	2008-09 Rupees
SCHEDULE-17 : CONSUMPTION OF PROCESSING MATERIALS		
Opening Stock	62200000	63100000
Add: Purchases	122708255	128099015
	184908255	191199015
Less: Closing Stock	65300000	62200000
	<u>119608255</u>	<u>128999015</u>
SCHEDULE-18 : PROCESSING & OTHER EXPENSES		
Handling	14629838	13785174
Wages	16607712	16872521
Watch & Ward Expenses	6762485	6273420
Contribution to Provident Fund	2087892	2187019
Bonus : Workers	1093446	1224537
Processing Charges to Contractors	19335358	22285696
Certification Expenses	34411046	34571907
Transportation & Octroi	11720682	11490797
Electricity & Power	6893825	6814998
Fuel, Oil & Lubricants	2483042	4632097
Rent of Plants & Godowns	3044327	3001195
Miscellaneous Expenses	2084835	2355290
Insurance of Seed	1646141	1663676
Repairs & Maint. : Plant & Machinery	1801224	1464610
	<u>124601853</u>	<u>128622937</u>
OTHER EXPENSES		
QCL Expenses	792459	1502970
Research & Development Expenses	2488400	3733845
	<u>3280859</u>	<u>5236815</u>
	<u>127882712</u>	<u>133859752</u>



	2009-10	2008-09
	Rupees	Rupees
SCHEDULE-19 : PAYMENTS TO & PROVISIONS FOR EMPLOYEES		
Salaries & Allowances	177549639	228139359
Leave Encashment	31123418	12964000
Staff Welfare Expenses	209755	523301
Contribution to Provident Fund, ESI & etc	33706017	16190722
Gratuity	35944460	13408095
House Rent	246280	146250
	<u>278779569</u>	<u>271371727</u>
REMUNERATION TO MANAGING DIRECTOR		
Salary & Other	243246	534499
Leave & Pension Contribution	109710	61818
	<u>352956</u>	<u>596317</u>
	<u>279132525</u>	<u>271968044</u>
SCHEDULE-20 : SELLING & DISTRIBUTION EXPENSES		
Transportation, Octroi & Handling	60605649	60500283
Godown Rent & Storage Charges	4580853	7204418
Transit Insurance Charges	27575	17798
Advertisement & Publicity	8868865	10908297
Sales Tax	807527	97507
Crop Compensation	907427	990536
Interest to Others	626200	751572
	<u>76424096</u>	<u>80470411</u>
SCHEDULE-21 : INTEREST & BANK CHARGES		
Interest	8962228	9792640
Bank Charges	1152315	1198463
	<u>10114543</u>	<u>10991103</u>

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

	2009-10 Rupees	2008-09 Rupees
SCHEDULE-22 : ADMINISTRATION EXPENSES		
Recruitment & Training Expenses	655277	314095
Travelling & Conveyance : Staff	9676135	10625212
Travelling & Conveyance : Directors	738160	749664
Vehicle Running Charges	1921897	2258820
Printing & Stationery	2522057	2397504
Advertisement (General)	1617830	909879
Lease Rent	66975	69495
Rent	1361028	1366573
Rates & Taxes	1347462	1483543
Insurance	581707	894141
Postage, Telegram & Telephone	3368679	3655276
Payment to Auditors		
Audit Fees	137500	110300
Out of Pocket Expenses	100410	100000
Repairs & Maintenance to		
Building	1676487	1425063
Vehicle	828410	916124
Other Assets	668025	642644
Director Sitting Fees	19050	17550
Office & Other Expenses	8128748	8200628
	<u>35415837</u>	<u>36136511</u>
SCHEDULE-23 : ADJUSTMENT RELATING TO EARLIER YEARS		
INCOME		
Sales	76708	1763983
Other Income	661622	(8726)
	<u>738330</u>	<u>1755257</u>
EXPENDITURE		
Purchases	1873317	436653
Processing Expenses	19487	16544
Payment to & Provision for Employees	0	4500
Selling & Distribution Expenses	781603	560245
Administration & Other Expenses	86975	38923
	<u>2761382</u>	<u>1056865</u>
Net Income	<u>2023052</u>	<u>(698392)</u>



SCHEDULE: 24 SIGNIFICANT ACCOUNTING POLICIES

& 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.

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 is 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 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.
- 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.1618.86 lacs. In order to make adequate provision the Company has charged Rs.357.02 Lacs to the Profit & Loss Account.
- c) Provision for Earned Leave Encashment in respect of regular staff is determined on the basis of accumulated leave to the credit of the employees as at the end of the year.

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 pertaining 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 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 & Gujrath State Rs.324.92 Lacs (gross) for which the appeals are pending with Appellate Authority [Previous Year Rs. 323.88 lacs (gross)]
 - ii) Various cases lodged against the Company by contractors, growers and customers, Rs.102.24 lacs (Previous Year Rs 81.88 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) Applications filed by two organizers of Madhya Pradesh with the arbitrator and the proceedings is going on.
 - vii) Rates & Taxes Rs.27.52 Lacs (Previous Year Rs.25.16 Lacs).
- 3) Estimated balance amount of contract remaining to be executed on Capital Account Rs.224.66 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) The Company is implementing various schemes of State/Central Government relating to seed production/distribution. The Sundry Creditors include scheme wise unutilized amount as detailed below. The further utilization of the balance amount is in process/progress.

Sr. No.	Name of the Scheme	Amount (Rs.in lacs)
1	NODP/NPDP/Work Plan	190.40
2	Seed Village Scheme (Central)	338.76
3	Seed Village Scheme (SAO)	404.62
4	Hy. Paddy	56.75
5	Organic Farming Vidarbha Package	29.06
6	Organic Farming (District)	107.62
7	Hon. PM/CM Package	111.68
	TOTAL	1238.89

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

- a. As per the policy, during the year an amount of Rs.412.80 Lacs has been adjusted out of the amount received under NODP/NPDP/Work Plan scheme against the bonus payment already paid. The Company has issued payment orders for NODP/NPDP/Work Plan scheme, however, still there is un-reconciled credit balance of Rs. 190.40 Lacs as compared to records of Production Department. The reconciliation is in progress.
- b. Interest liability of Rs.36.28 Lacs on sprinkler funds for the period 1st April, 2009 to 10th September, 2009 @ 3.5% p.a. has been provided being constant demand from the State Government.
- 7) The Sundry Growers Control Account, Advance to Seed Growers Account & Subsidiary Ledgers are in agreement from the year 1997-98, however reconciliation of past years accounts and scrutiny of certain debit/credit balances appearing in individual grower accounts is under progress.
- 8) Balances of Sundry Debtors, Sundry Creditors, Loans, Advances & Deposits are subject to confirmations.
- 9) There are certain un-identified debits of Rs.0.70 Lac (Previous Year Rs. 0.70 Lac) and credits of Rs. 19.39 Lacs (Previous Year Rs.21.76 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	-	-	1,19,689	69,736
II	Managing Director	-	4,781	62,304	52,004

- 11) In view of implementation of 6th Pay to MSSCL employee, the liability for arrears of Pay & Allowances Rs.346.03 Lacs for the F.Y. 2009-10, as well as Rs.156.66 lacs for Provident Fund Contribution for the period from 1st January, 2006 to 31st March, 2010 has been provided.



MAHARASHTRA STATE SEEDS CORPORATION LIMITED

12) 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 Saurabh Vijay - Managing Director
2. Shri Sanjay S. Dhotre - Director
Sau Suhasini .S. Dhotre - Wife
Shri D.S. Dhotre - Brother
3. Shri V.T. Deshmukh - Director
Shri B.V. Deshmukh - Son
Shri D.V. Deshmukh - Son
4. Shri A.K. Patil - Director
Shri S.A. Patil - Son

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

1	Shri Saurabh Vijay	Rs. 3.53 Lacs, paid on account of remuneration
2	Shri S. S. Dhotre	Rs. 0.54 Lacs, paid on account of seed purchases
	Sau S. S. Dhotre	Rs. 0.87 Lacs, paid on account of seed purchases
	Shri D.S. Dhotre	Rs. 1.49 Lacs, paid on account of seed purchases
3	Shri V.T. Deshmukh	Rs. 4.09 Lacs, paid on account of seed purchases
	Shri B.V. Deshmukh	Rs. 1.40 Lacs, paid on account of seed purchases
	Shri D.V. Deshmukh	Rs. 1.50 Lacs, paid on account of seed purchases
4	Shri A.K. Patil	Rs. 3.46 Lacs, paid on account of seed purchases
	Shri S.A. Patil	Rs. 4.25 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	-	77.43	(77.43)
Other items	338.37	-	338.37
Net Closing Assets			260.94

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.260.94 Lacs as on 31st March, 2010 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 31.3.2010 is Rs.545/-.

- 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.



ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH (3) TO (4D) OF PART-II OF SCHEDULE-VI OF THE COMPANIES ACT, 1956 TOGETHER WITH OTHER NOTES.

14) Particulars in respect of licensed and installed capacities and quantities processed

	Particulars	2009-2010 (Qtls)	2008-2009 (Qtls)
i	Licensed capacity	Not Applicable	Not Applicable
ii	Installed capacity (for 180 working days on double shifts basis)		
	Cereal, Oilseed & Pulses	5,38,000	5,05,000
	Cotton	30,000	80,000
iii	Quantity Processed	*11,07,811	*11,31,838

* Includes 80,295 quintals (Previous Year 85,801 quintals) processed at third party's processing unit. The quantity processed is for Rabi 2008-09 & Kharif 2009-10 seasons.

Licensed & Installed capacities are as certified by the Management.

15) Details of Purchases, Sales & Stock :

	Details	2009-2010		2008-2009	
		Quantity (Qtls)	Value (Rs)	Quantity (Qtls)	Value (Rs)
a)	Foundation Seed :				
	Opening Stock	6,262	1,56,00,000	2,900	75,00,000
	Purchases	73,031	17,31,59,151	85,817	20,08,38,753
	Sales	68,520	22,02,15,159	64,445	18,02,90,027
	Closing Stock	1,801	56,00,000	6,262	1,56,00,000
b)	Certified, Raw & Truthful Seed :				
	Opening Stock	3,23,000	73,38,00,000	3,67,073	83,39,00,000
	Purchases	11,20,952	274,69,73,332	11,12,217	249,20,42,955
	Sales	11,40,675	347,96,71,638	11,18,356	327,76,91,918
	Closing Stock	2,69,101	72,88,00,000	3,23,000	73,38,00,000

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED****NOTES :**

- A. Closing stock excludes 43,148 quintals (Previous Year 55,944 quintals) on account of non seed, low grade failed seeds, processing losses and other shortages.
- B. Purchases include following towards trading activities:

Sr. No	Particulars	2009-2010		2008-2009	
		Quantity (Qtls)	Value (Rs)	Quantity (Qtls)	Value (Rs)
i	Foundation Seed	5,747	2,14,22,178	8,411	2,91,52,656

- C. Considering the number of crops and varieties of seeds, the details of each class and varieties of goods dealt by the Company has been given only in the broad categories.

16) Details of Consumption of Processing Materials, Stores & Spares:

	Details	2009-2010 Rs	2008-2009 Rs
i	Processing Materials	11,96,08,255	12,89,99,015
ii	Stores & Spares (indigenous)	3,64,736	3,35,046

Note: Consumption of processing material includes cost of processing material sold Rs.5,57,446/- (Previous Year Rs. 9,88,603/-) shown separately under "Sales" in Profit & Loss Account.

17) Expenditure Incurred in Foreign Currency:

Details	2009-2010 Rs	2008-2009 (Rs.)
Expenditure incurred in Foreign Currency (Internet Charges, Membership Fees & Travelling expenses etc.)	57,368	66,095

Signature to Schedules 1 to 24

(Parimal Singh)
Managing Director

(Sunil Porwal)
Chairman

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

(S.M. Bagrecha)
General Manager (Finance)

S.G. Gandhi
Partner

Place : Mumbai
Date : 28th Oct. 2010

Place : Akola
Date : 30th Oct. 2010

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED****STATEMENT PURSUANT TO PART-IV TO THE COMPANIES ACT, 1956.****Balance Sheet Abstract and Company's General Business Profile.****I. REGISTRATION DETAILS**

Registration No : 18990 State Code : 11
Balance Sheet Date : 31-03-2010

II. CAPITAL RAISED DURING THE YEAR

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

III. POSITION OF MOBILISATION & DEVELOPMENT OF FUNDS

Total Liabilities	119,28,82,222	Total Assets	119,28,82,222
SOURCES OF FUNDS		APPLICATION OF FUNDS	
Paid-up Capital	4,18,44,500	Net Fixed Assets	14,03,77,499
Secured Loans	21,21,96,272	Net Current Assets	105,24,98,723
Reserves & Surplus	88,88,41,450	Accumulated losses	-
Unsecured Loans	5,00,00,000	Investments	6,000
		Misc. Expenditure	-
		Deferred Tax Assets	-

IV. PERFORMANCE OF COMPANY

Turnover	378,46,41,764	Total Expenditure	359,10,45,009
Profit Before Tax	37,01,45,442	Profit After Tax	22,98,45,442
Earning Per Share in Rupees (Diluted)	545	Dividend Rate (%)	10%

V. GENETIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF THE COMPANY (AS PER MONETARY TERMS)

Item Code No. (ITC Code)	Product Description
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(Parimal Singh)
Managing Director

(Sunil Porwal)
Chairman

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

(S.M. Bagrecha)
General Manager (Finance)

S.G. Gandhi
Partner

Place : Mumbai
Date : 28th Oct. 2010

Place : Akola
Date : 30th Oct. 2010



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	2009-10 Rupees	2008-09 Rupees
A] Cash Flow from Operating Activities		
Net profit before tax and exceptional item	370145442	175966461
Adjustment for :		
Depreciation	11866337	11915866
Interest Paid	8962228	9792640
Lease Rent Written off	66975	66975
Operating profit before working capital changes	391040982	197741942
Adjustments for :		
Loans & Advances	(218119987)	1061481
Debtors	23025133	(82965191)
Other Current Assets	(5242548)	(8898948)
Inventories	26700000	67200000
Sundry Creditors & provisions	(325523911)	554362961
Cash Generated from operations	(108120331)	728502245
Direct Taxes (Net)	(115899079)	(65550603)
Prior Period Adjustments	(2023052)	698,392
Expenses out of grant	(803626)	(862245)
Cash from operating activities before exceptional item	(226846088)	662787789
B] Cash Flow from Investing Activities		
Fixed Assets /Work In Progress (Net)	(26859402)	(31,245,990)
Sale of fixed Assets	4381	39771
Net cash used from investing activities	(26855021)	(31206219)
C] Cash Flow from Financing Activities		
Proceeds from borrowings	90902126	(254980267)
Interest Paid	(8962228)	(9792640)
Proposed Dividend	(4895600)	0
Capital Grants	36700000	0
Net Cash from financing activities	113744298	(264772907)
Net increase/(Decrease) in Cash & Cash equivalents	(139956811)	366808663
Cash & Cash equivalent in beginning of the year	1031561159	664752496
Cash & Cash equivalent at the end of the year	891604348	1031561159
Net Increase	(139956811)	366808663

(Parimal Singh)
Managing Director

(Sunil Porwal)
Chairman

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

(S.M. Bagrecha)
General Manger (Finance)

S.G.Gandhi
Partner

Place : Mumbai
Date : 28 Oct. 2010

Place : Akola
Date : 30 Oct. 2010

**MAHARASHTRA STATE SEEDS CORPORATION LIMITED**

Replies to the Final Comments issued by Comptroller & Auditor General of India under Section 619 (4) of the Companies Act, 1956 on the Accounts of Maharashtra State Seeds Corporation Limited, Akola for the year ended 31st March, 2010

Sr No	Comments	Replies
1	<p>Current Liabilities & Provisions : 171.38 crores Provisions : Rs. 30.42 crores</p> <p>The above does not include Rs. 28.02 lakh being amount payable to M/s Sohanlal Jamnalal against SW.O. No. MSSC/Wd/578/4352 dtd. 24/7/2009. The Contractor completed the work on 2/5/2010 at a total cost of Rs. 94.94 lakh. As against this Rs 70.19 lakh was paid till 31/3/2010 and the balance amount of Rs. 24.75 lakh was payable to the contractor (Rs 94,94,363 – Rs 70,18,625). As per significant accounting policy, the work completed till the finalization of balance sheet should be accounted for. The balance sheet was signed by Board of Directors on 28/10/2010, whereas the work was completed on 17/5/2010. As such provision should have been made in the accounts.</p> <p>Non-accounting of Rs. 24.75 lakh in the year 2009-10 has resulted in understatement of Current Liability and provision and Capital Work in Progress.</p>	<p>In this respect, it is to submit that the "Construction work of godown, road and electrification work" allotted to M/s Sohanlal Jamnalal, Nagpur was completed on 17/5/2010 i.e. after the close of financial year and payment of final bill has been effected on 29/9/2010.</p> <p>Since the work was incomplete as on 31/3/2010, the Company has correctly shown amount of balance work Rs 24.75 lakh under Note No.3 of Schedule -24 as "Estimated Balance amount of contract remained to be executed on Capital account."</p> <p>The treatment/disclosure made by the Company is correct.</p>
2	<p>Schedule -24 : Significant Accounting Policies & Notes to Accounts : Contingent Liabilities : Estimated Balance amount of contract remaining to be executed on Capital Account : Rs. 2.25 Crores</p> <p>As per significant accounting policy, the work completed till finalization of balance sheet date are to be taken into account. The construction of godown, road work and electrification at Butibori, Dist-Nagpur was awarded to M/s Sohanlal Jamnalal, Nagpur for Rs. 98.21 lakh. The contractor completed the work on 2/5/2010 at a total cost of Rs. 94.94 lakh. However, the company has disclosed Contingent Liability of Rs.28.02 lakh in the Notes.</p> <p>As the work was completed before finalization of accounts, the entire balance amount of Rs. 24.75 lakh (Rs. 94.94 – Rs. 70.19 lakh paid) should have been shown under Current Liability. In view of this, the Contingent Liability is overstated by Rs. 28.02 lakh.</p>	<p>Reply as mentioned above.</p>

Accountant General
(Commercial Audit)

(Sunil Porwal)
Chairman

Place : Mumbai
Date : 18th January, 2011



राष्ट्रीय उत्पादक पुरस्कार विजेता

जैविक बुरशीनाशक ट्रायकोडर्मा - एक वरदान

बीज प्रक्रिया
(Seed Treatment)

माती प्रक्रिया
(Soil Treatment)

ट्रायकोडर्मा
पावडर

द्रावणाद्वारे झाडाच्या
बुंध्यापाशी
(Drenching)



To,

Maharashtra State Seeds Corporation Ltd.

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