



# T. STANES AND COMPANY LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2014

Particulars	2013-2014		2012-2013	
	₹	₹	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before tax		10,94,12,314		6,59,42,274
Adjustments for :				
Depreciation expense	1,96,04,281		1,85,38,652	
(Profit)/Loss on Sale of Assets	(5,40,111)		(50,98,453)	
Deferred Government Grant	(11,43,073)		(7,74,295)	
Bad debts and asset write off	85,18,147		8,18,592	
Provision for diminution in the value of investments	8,00,000		-	
Dividend Income	(22,54,834)		(39,12,673)	
Interest Income	(18,56,960)		(26,96,921)	
Finance costs	4,63,34,574	6,94,62,024	4,84,21,125	5,52,96,027
Operating Profit before Working Capital Changes		17,88,74,338		12,12,38,301
Changes in working capital				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	82,70,713		2,14,18,974	
Trade receivables	(4,04,80,193)		1,99,55,675	
Short-term loans and advances	(2,56,46,051)		88,21,254	
Long-term loans and advances	(21,79,766)		(9,45,000)	
Other current assets	12,37,229		-	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	1,40,61,458		(6,67,57,991)	
Other current liabilities	1,77,88,126		58,83,696	
Short-term provisions	(9,79,506)			
Long-term provisions	(11,84,940)		16,74,154	
		(2,91,12,930)		(99,49,238)
Cash generated from operations		14,97,61,408		11,12,89,063
Net income tax (paid)/ refunds		(3,04,28,220)		(3,73,97,666)
<b>Net cash flow from operating activities (A)</b>		11,93,33,188		7,38,91,397
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure on fixed assets, including capital advances	(3,14,55,461)		(5,64,37,111)	
Proceeds from sale of fixed assets	12,51,159		90,76,064	
Bank balances not considered as cash and cash equivalents	(10,75,793)		(3,92,829)	
Purchase of long-term investments - Others	(1,000)		(4,500)	
Loans realised from Subsidiaries	5,00,000		10,00,000	
Interest Received				
Subsidiaries	13,20,000		20,55,897	
Others	7,62,167		4,05,901	
Dividend Received				
Associates	16,33,207		27,59,816	
Others	6,21,627		11,52,857	
<b>Net cash used in Investing Activities (B)</b>		(2,64,44,094)		(4,03,83,905)

# T. STANES AND COMPANY LIMITED



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2014

Particulars	2013-2014		2012-2013	
	₹	₹	₹	₹
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from Government Grant	60,00,000		1,00,00,000	
Net increase / (decrease) in working capital borrowings	(91,70,559)		82,03,307	
Repayment of other short-term borrowings	(25,00,000)		-	
Repayment of long-term borrowings	(2,71,03,715)		(53,69,632)	
Finance costs	(4,66,22,175)		(4,81,87,643)	
Dividends paid	(95,11,901)		(66,86,637)	
Tax on dividend	(16,97,872)		(8,10,346)	
<b>Net cash used in Financing Activities (C)</b>		<b>(906,06,222)</b>		<b>(4,28,50,951)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>		<b>22,82,872</b>		<b>(93,43,459)</b>
Cash and cash equivalents at the beginning of the year		<b>7,10,39,998</b>		<b>8,03,83,457</b>
Cash and cash equivalents at the end of the year		<b>7,33,22,870</b>		<b>7,10,39,998</b>
<b>Cash and cash equivalents at the end of the year comprises</b>				
(a) Cash on hand	56,08,705		65,93,835	
(b) Balances with banks				
In current accounts	5,27,14,165		6,44,46,163	
In deposit accounts - Original maturity of 3 months or less	1,50,00,000	7,33,22,870	-	7,10,39,998
<b>Accompanying notes form part of the financial statements</b>				

In terms of our report attached

For and on behalf of the Board of Directors

For FRASER & ROSS  
Chartered Accountants

**C.R. RAJAGOPAL**  
Partner

**A. KRISHNAMOORTHY**  
Chairman

**P. M. VENKATASUBRAMANIAN**  
Director

**R. VIJAYARAGHAVAN**  
Director

**K. K. UNNI**  
Director

**S. RAMACHANDRA**  
Director

**S. RAMANUJACHARI**  
Director

**K. S. HEGDE**  
Director

**Mrs. LAKSHMI NARAYANAN**  
Whole Time Director

**P.S.BOPAIAH**  
Whole Time Director

**S. C. SEKAR**  
Chief Financial Officer

Place: Chennai - 600 002  
Date : 30th May, 2014



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### NOTE – 1

#### CORPORATE INFORMATION

T-Stanes and Company Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956, its shares are listed on Madras Stock Exchange Ltd in India. The company is engaged in the manufacturing of Organic Fertilizers, Micronutrients, Bio Fertilizers, Botanical Pesticides, Microbial Fungicides, Microbial Nematicides Antitranspirants, Immunomodulators and Seeds.. The Company also engages in trading Consumer and Industrial Products – Footwear and Allied products, Roofings, Tarpaulin and other industrial products.

The Company also does trading of pesticides and other agency products.

The company caters to both domestic and international markets.

### Note – 2

#### SIGNIFICANT ACCOUNTING POLICIES

##### 2.1 ACCOUNTING CONVENTION

The financial statements of the Company has been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 (“the 1956 Act”) (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 (“the 2013 Act”) in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act / 2013 Act, as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

##### 2.2 USE OF ESTIMATES

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

##### 2.3 INVENTORIES

Raw materials, finished goods and Trading Stock are valued at lower of cost(identified direct overheads where applicable) and net realizable value. Cost is determined using moving average method. Stores and spare parts are valued at average cost.

##### 2.4 CASH AND CASH EQUIVALENTS (FOR PURPOSE OF CASH FLOW STATEMENT)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

##### 2.5 CASH FLOW STATEMENT

Cash flow statement has been prepared in accordance with the indirect method prescribed in Accounting Standard 3 Cash Flow Statement.

##### 2.6 DEPRECIATION

Depreciation on Fixed Assets is provided on straight line basis in accordance with Schedule XIV of the Companies Act, 1956

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 2.7 REVENUE RECOGNITION

Sales are accounted on transfer of property in goods at net of Sales Tax, but inclusive of Excise Duty where applicable. Quantitative and other rebates to dealers linked to realization of receivables are accounted in the year of determination. Revenue from sale of services is recognised when the services are rendered and related costs are incurred. Agency commission on Consignment sales are accounted and recognized on receipt of commercial invoices from principals. Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

### 2.8 TANGIBLE FIXED ASSETS

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation, with the exception of certain revalued assets. All costs relating to acquisition and installation of fixed assets are capitalized including interest on specific loans for acquisition thereof.

### 2.9 TRANSACTIONS IN FOREIGN CURRENCY

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities outstanding at the year end are translated at the rate of exchange prevailing at the year end and Profit (or) Loss is recognized in the Statement of Profit and Loss.

### 2.10 GOVERNMENT GRANTS

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

### 2.11 INVESTMENTS

Investments being long term are stated at cost inclusive of brokerage and stamp duty and diminution in their market value, if considered temporary in nature, is not recognized.

### 2.12 EMPLOYEE BENEFITS

W.E.F. 1<sup>st</sup> April 2007 the Company has adopted Accounting Standard 15 (revised 2005) on 'Employee Benefits' issued by the Institute of Chartered Accountants of India.

#### **Short-Term Employee Benefits :**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits.

#### **Long-Term Employee Benefits :**

##### **Defined contribution plan**

Contribution to the provident fund and superannuation fund is accounted on accrual basis.

##### **Defined benefit plans**

The Company accounts its gratuity liability for future gratuity benefits based on the actuarial valuation as at the Balance Sheet date determined using the 'projected unit Credit method'. Gratuity benefits are funded with Life Insurance Corporation of India. The actuarial gains and losses are recognized immediately in the Statement of Profit and Loss.

##### **Compensated Absences**

Long-term employee benefits include compensated absence which is provided for based on actuarial valuation using projected unit credit method.



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 2.13 BORROWING COST

Borrowing costs are capitalized as part of qualifying assets when it is possible that they will result in future economic benefits and other borrowing costs are expensed.

### 2.14 BUSINESS SEGMENTS

The Company is engaged in the business of Agro inputs and also in marketing of Consumer and Industrial products and Tyre Retreading. These in the context of Accounting Standard 17 on Segment Reporting are considered to constitute the business segments.

### 2.15 LEASES

Assets acquired as leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases and lease rentals thereon are charged to Statement of Profit and Loss.

### 2.16 ACCOUNTING FOR TAXES ON INCOME

Tax expense comprises both current and deferred income taxes. Current tax is the provision made for tax liability on the profits for the year computed in accordance with the provisions of the Act as applicable. Deferred income taxes reflect the impact of timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and tax laws enacted substantively at the Balance Sheet date.

### 2.17 RESEARCH & DEVELOPMENT

Revenue expenditure on R&D is charged to Statement of Profit and Loss and capital expenses on Research & Development are included in Fixed Assets under appropriate heads.

### 2.18 COSTS OF NEW PRODUCTS REGISTRATION, TECHNICAL KNOW-HOW FEE AND DATA DEVELOPMENT COSTS

The Cost related to new products registration, project technical know how fee and data development costs (for ensuring safety parameters and development of toxicity data and bio-efficacy data) are absorbed in the accounts for each financial year on the basis of actual volumes of sales of the respective product group or services made for both domestic and export markets over a period not exceeding 10 years.

### 2.19 IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to Statement of Profit and Loss in the year in which the asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

### 2.20 PROVISIONS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements. Interest on dealer deposit (Other than stock point dealer deposits) is determined and paid on cessation of such dealership on cash basis at the discretion of the management.

### 2.21 INSURANCE CLAIMS

Insurance claims are accounted for on the basis of claims admitted and in the year of settlement

### 2.22 SERVICE TAX INPUT CREDIT

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014		As at 31st March, 2013	
	Number of shares	₹	Number of shares	₹
<b>Note 3 – SHARE CAPITAL</b>				
<b>Authorised</b>				
Equity shares of ₹.10/- each with voting rights	40,00,000	4,00,00,000	40,00,000	40,00,000
<b>Issued</b>				
Equity shares of ₹.10/- each with voting rights	24,97,608	2,49,76,080	24,97,608	2,49,76,080
<b>Subscribed and fully paid up</b>				
Equity shares of ₹. 10/- each with voting rights	24,97,608	2,49,76,080	24,97,608	2,49,76,080
<b>Total</b>	24,97,608	2,49,76,080	24,97,608	2,49,76,080
<b>(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period</b>				
<b>Equity Shares with voting rights</b>				
Opening Balance	24,97,608	2,49,76,080	24,97,608	2,49,76,080
Changes during the year	–	–	–	–
Closing Balance	24,97,608	2,49,76,080	24,97,608	2,49,76,080
<b>(b) Details of shares held by Holding Company, Ultimate Holding Company and their subsidiaries</b>				
<b>Equity shares with voting rights</b>				
M/s.Simpson and Company Limited, the Holding company	13,67,523		13,67,523	
M/s. Amalgamations Private Limited, the Ultimate Holding company	2,85,895		2,85,895	
Subsidiaries of the Holding Company				
M/s.Simpson & General Finance Co. Ltd.	25,000		25,000	
M/s.Sri Rama Vilas Service Ltd	11,800		11,800	
M/s. Tractors and Farm Equipment Ltd.	1,300		1,300	
<b>(c) Details of shares held by each shareholder holding more than 5% shares:</b>				
	<b>As at 31st March 2014</b>		<b>As at 31st March 2013</b>	
	<b>Nos. of shares held</b>	<b>% Holding</b>	<b>No. of shares held</b>	<b>% Holding</b>
<b>Equity shares with voting rights</b>				
M/s.Simpson and Company Limited	13,67,523	55	13,67,523	55
M/s.Amalgamations Private Limited	2,85,895	11	2,85,895	11
<b>(d) Term/rights attached to equity shares:</b>				
The Company has only one class of equity shares having par value of ₹.10/- each with voting rights. Each holder of Equity shares is entitled to one vote per share.				



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>Note 4 – RESERVES AND SURPLUS</b>	₹	₹
<b>Capital Reserve</b>		
Opening balance	14,98,127	14,98,127
Additions/(Utilisation) during the year	–	–
Closing balance	14,98,127	14,98,127
<b>Securities premium account</b>		
Opening balance	1,87,32,060	1,87,32,060
Additions/(Utilisation) during the year	–	–
Closing balance	1,87,32,060	1,87,32,060
<b>General reserve</b>		
Opening balance	26,22,09,333	22,72,09,333
Add: Transferred from surplus in Statement of Profit and Loss	5,00,00,000	3,50,00,000
Closing balance	31,22,09,333	26,22,09,333
<b>Other Reserve</b>		
<b>Contingency Reserve</b>		
Opening balance	3,00,00,000	2,75,00,000
Additions / (Utilisation) during the year	25,00,000	25,00,000
Closing balance	3,25,00,000	3,00,00,000
<b>Surplus in Statement of Profit and Loss</b>		
<b>Opening balance</b>	2,05,62,376	2,01,72,243
Add: Profit for the year	6,45,29,962	4,95,39,848
<b>Less:</b>		
<b>Interim dividend</b>		
Dividends paid to equity shareholders (₹. 2/- per share)	49,95,216	49,95,216
<b>Final Dividend</b>		
Dividends proposed to be distributed to equity shareholders (₹. 3/- per share)	74,92,824	49,95,216
<b>Tax on dividend</b>		
Interim	8,48,936	8,10,346
Final	12,73,405	8,48,937
<b>Transfer to</b>		
General reserve	5,00,00,000	3,50,00,000
Contingency Reserve	25,00,000	25,00,000
Closing balance	1,79,81,957	2,05,62,376
<b>Total</b>	<b>38,29,21,477</b>	<b>33,30,01,896</b>



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### Note 5 – LONG-TERM BORROWINGS

Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
<b>Secured:</b>		₹	₹
Term loans - From banks	Refer Note 5(a) for Terms of repayment and Security	1,43,20,104	2,91,00,104
Long-term maturities of hire purchase obligations (Refer Note 39)		31,43,127	55,32,802
<b>Unsecured:</b>			
Deposits from Public (Refer Note 40)		3,86,82,000	4,62,71,000
<b>Total</b>		<b>5,61,45,231</b>	<b>8,09,03,906</b>

The Company has not defaulted in repayment of loans and interest

#### Note 5(a) – LONG-TERM BORROWINGS

Details of repayment of Long term borrowings and security provided in respect of secured long term borrowings

Particulars	Terms of repayment and security	As at 31st March, 2014			As at 31st March, 2013		
		Non-Current	Current	Total	Non-Current	Current	Total
<b>Secured Borrowings</b>		₹	₹	₹	₹	₹	₹
Term Loans from Banks	Secured by hypothecation of machinery and other assets. The outstanding is repayable in 16 quarterly instalments	1,43,20,104	1,47,75,000	2,90,95,104	2,91,00,104	1,47,75,000	4,38,75,104
Long-term maturities of hire purchase obligations	Secured by hypothecation of the asset purchased. The loans are repayable in 30 monthly instalments upto Sep 2016	31,43,127	50,08,020	81,51,147	55,32,802	58,89,060	1,14,21,862
<b>Unsecured Borrowings</b>	<b>Terms of Repayment</b>						
Deposits from Public	Re-payable within 3 years	3,86,82,000	1,84,62,000	5,71,44,000	4,62,71,000	1,99,98,000	6,62,69,000
<b>Total</b>		<b>5,61,45,231</b>	<b>3,82,45,020</b>	<b>9,43,90,251</b>	<b>8,09,03,906</b>	<b>4,06,62,060</b>	<b>12,15,65,966</b>





# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March 2014	As at 31st March 2013
<b>Note 6 – DEFERRED TAX LIABILITY [Net]</b>	₹	₹
<b>Tax effect of items constituting deferred tax liabilities</b>		
On difference between book balance and tax balance of fixed assets	<b>3,57,31,455</b>	3,50,55,859
<b>Deferred Tax Assets</b>		
Provision for compensated absences	<b>24,94,964</b>	31,97,219
<b>Total</b>	<b>3,32,36,491</b>	3,18,58,640
<b>Note 7 – LONG-TERM PROVISIONS</b>		
Provision for employee benefits - compensated absences	<b>66,75,974</b>	78,60,914
<b>Total</b>	<b>66,75,974</b>	78,60,914
<b>Note 8 – SHORT-TERM BORROWINGS</b>		
<b>Loans repayable on demand</b>		
<b>Secured:</b>		
From banks	<b>24,83,01,600</b>	25,74,72,159
<b>Unsecured:</b>		
Loans and advances from Holding Company	<b>1,00,00,000</b>	1,25,00,000
<b>Total</b>	<b>25,83,01,600</b>	26,99,72,159
The Company has not defaulted in repayment of loans and interest during the year		
<b>Notes:</b>		
Details of security for the secured short-term borrowings:		
<b>Particulars</b>	<b>Nature of security</b>	
Loans repayable on demand from banks:	Hypothecation of Raw Material, Finished Goods, WIP & Stores and Spares, Book Debts alongwith specific immovable company assets with corporate guarantee from Holding Company	<b>18,83,01,600</b>
	Hypothecation by way of second charge on the Borrowers stock in trade both present and future consisting of raw materials, finished goods, goods in process of manufacturing and other merchandise whatsoever, being movable properties and also all the book debts, outstanding monies receivable, claims and bills due (both present and future)	<b>6,00,00,000</b>
<b>Total - From banks</b>		<b>25,74,72,159</b>

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March 2014	As at 31st March 2013
<b>Note 9 – TRADE PAYABLES</b>	₹	₹
<b>Other than Acceptances</b>		
Due to Micro, Small & Medium Enterprises (Refer Note No. 31)	59,27,151	61,31,421
Others	35,38,17,106	33,95,51,378
<b>Total</b>	<b>35,97,44,257</b>	<b>34,56,82,799</b>
<b>Note 10 – OTHER CURRENT LIABILITIES</b>		
Current maturities of long-term borrowings [refer note no: 5(a)]	3,32,37,000	3,47,73,000
Current maturities of hire purchase obligations [refer note no: 5(a)]	50,08,020	58,89,060
Interest accrued and due on borrowings	27,84,811	30,72,412
Unclaimed dividends*	22,28,855	17,50,324
Unclaimed matured deposits*	1,95,000	1,23,000
Other payables		
Statutory remittances	1,59,07,595	90,66,731
Payables on purchase of fixed assets	14,45,767	5,01,704
Trade / security deposits received	3,81,86,214	3,48,19,938
Advances from customers	3,04,63,297	2,33,55,224
Due to Gratuity Fund	25,17,204	18,52,559
Due to Senior Executives Super Annuation Scheme	–	1,91,732
<b>Total</b>	<b>13,19,73,763</b>	<b>11,53,95,684</b>
*Amount due and outstanding to be credited to Investor Education and Protection Fund:- NIL		
<b>Note 11 – SHORT-TERM PROVISIONS</b>		
<b>Employee Benefits:</b>		
Provision for Compensated absences	10,13,852	19,93,358
<b>Others :</b>		
Provision for proposed equity dividend	74,92,824	49,95,216
Provision for tax on proposed dividends	12,73,405	8,48,937
<b>Total</b>	<b>97,80,081</b>	<b>78,37,511</b>



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### Note 12 – FIXED ASSETS

TANGIBLE ASSETS	GROSS BLOCK				ACCUMULATED DEPRECIATION AND IMPAIRMENT				NET BLOCK		
	Balance as at 1st April 2013	Additions	Disposals	Balance as at 31st March 2014	Balance as at 1st April 2013	Depreciation Expense for the year	Eliminated on Disposal of Assets	Impairment	Balance as at 31st March 2014	Balance as at 31st March 2014	Balance as at 31st March 2013
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
LAND	1,98,72,440 (2,03,09,333)	- (-)	- (4,36,893)	<b>1,98,72,440</b> (1,98,72,440)	- (-)	- (-)	- (-)	- (-)	- (-)	<b>1,98,72,440</b> (-)	(1,98,72,440) (-)
BUILDINGS	16,99,01,317 (15,83,55,722)	1,26,28,205 (1,19,77,116)	- (4,31,521)	<b>18,25,29,522</b> (16,99,01,317)	4,51,77,530 (4,11,12,293)	45,48,513 (42,74,335)	(-) (2,09,098)	(-) (-)	<b>4,97,26,043</b> (4,51,77,530)	<b>13,28,03,479</b>	(12,47,23,787)
MACHINERY* & **	19,34,17,407 (16,03,28,455)	1,13,14,274 (4,79,20,161)	2,73,524 (1,48,31,209)	<b>20,44,58,157</b> (19,34,17,407)	8,37,53,985 (8,64,26,759)	97,22,830 (93,54,171)	1,89,510 (1,20,26,945)	35,88,000 (35,88,000)	<b>9,68,75,305</b> (8,73,41,985)	<b>10,75,82,852</b>	(10,60,75,422)
FURNITURE	1,27,21,365 (98,78,175)	2,50,124 (28,56,198)	- (13,008)	<b>1,29,71,489</b> (1,27,21,365)	68,80,331 (64,03,523)	5,40,988 (4,89,813)	- (13,005)	- (-)	<b>74,21,319</b> (68,80,331)	<b>55,50,170</b>	(58,41,034)
OFFICE EQUIPMENT	63,14,600 (57,28,708)	3,07,743 (5,94,846)	- (8,954)	<b>66,22,343</b> (63,14,600)	27,70,585 (24,76,539)	3,12,246 (3,02,997)	- (8,951)	- (-)	<b>30,82,831</b> (27,70,585)	<b>35,39,512</b> (-)	(35,44,015) (-)
ELECTRIC FITTING	69,12,300 (57,82,475)	10,31,017 (11,29,825)	93,697 (-)	<b>78,49,620</b> (69,12,300)	38,15,086 (35,53,539)	3,01,143 (2,61,547)	21,395 (-)	- (-)	<b>40,94,834</b> (38,15,086)	<b>37,54,786</b> (-)	(30,97,214) (-)
VEHICLES*	4,27,06,702 (3,98,76,119)	61,07,816 (59,96,896)	55,90,492 (31,66,313)	<b>4,32,24,026</b> (4,27,06,702)	1,83,57,380 (1,74,90,824)	38,28,535 (35,18,842)	50,35,757 (26,52,286)	- (-)	<b>1,71,50,158</b> (1,83,57,380)	<b>2,60,73,868</b>	(2,43,49,322)
LABORATORY EQUIPMENT**	75,09,237 (68,35,566)	69,234 (6,73,671)	- (-)	<b>75,78,471</b> (75,09,237)	30,31,892 (26,94,945)	3,50,026 (3,36,947)	- (-)	- (-)	<b>33,81,918</b> (30,31,892)	<b>41,96,553</b> (-)	(44,77,345) (-)
<b>Total</b>	<b>45,93,55,368</b>	<b>3,17,08,413</b>	<b>59,57,713</b>	<b>48,51,06,068</b>	<b>16,37,86,789</b>	<b>1,96,04,281</b>	<b>52,46,662</b>	<b>35,88,000</b>	<b>18,17,32,408</b>	<b>30,33,73,660</b>	(29,19,80,579)
<b>(Previous Year)</b>	<b>(40,70,94,553)</b>	<b>(7,11,48,713)</b>	<b>(1,88,87,898)</b>	<b>(45,93,55,368)</b>	<b>(16,01,58,422)</b>	<b>(1,85,38,652)</b>	<b>(1,49,10,285)</b>	<b>(35,88,000)</b>	<b>(16,73,74,789)</b>		

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\* Includes cost of assets acquired under Hire Purchase  
 Vehicles – ₹. 2,44,16,655 (Previous year – ₹. 2,10,74,683)  
 Machinery – ₹. 87,28,412 (Previous year – ₹. 87,28,412)

\*\* Includes Additions for Research & Development ₹.14,01,612  
 Previous year's figures are given within brackets

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	Nominal Value Per Share	As at 31st March, 2014		As at 31st March, 2013	
		Number of shares	₹	Number of shares	₹
<b>Note 13 – NON-CURRENT INVESTMENTS</b>					
<b>Other Investments at cost - (Quoted)</b>					
<b><u>In Equity Shares (Fully Paid)</u></b>					
The United Nilgiri Tea Estates Co.Ltd. – Associate to the Ultimate Holding Company	10	8,36,308	50,53,353	8,36,308	50,53,353
Stanis Amalgamated Estates Limited - Fellow Subsidiary	10	5,46,007	9,55,278	5,46,007	9,55,278
<b>Subtotal</b>			<b>60,08,631</b>		<b>60,08,631</b>
<b>Other Investments at cost - (Unquoted)</b>					
<b><u>In Equity Shares (Fully Paid)</u></b>					
<b>Associate to the Ultimate Holding Company :</b>					
Stanis MJF Teas Limited – Associate to the Ultimate Holding Company	10	2,50,000	25,00,000	2,50,000	25,00,000
<b>Subsidiary Companies :</b>					
Stanis Motors (South India) Limited	10	15,00,000	2,90,25,975	4,57,438	2,90,25,975
Stanis Motor Parts Limited	10	10,00,000	1,20,30,630	10,00,000	1,20,30,630
Stanis Agencies Limited	10	50,000	5,00,000	50,000	5,00,000
<b>Others :</b>					
South Western Engineering India Limited (Formerly known as Coimbatore Private Industiral Estate Limited)	1,000	14	14,000	14	14,000
<b><u>In Government Securities at cost-NSC</u></b>			<b>41,500</b>		<b>40,500</b>
<b>Subtotal</b>			<b>4,41,12,105</b>		<b>4,41,11,105</b>
<b>Total</b>			<b>5,01,20,736</b>		<b>5,01,19,736</b>
Less: Provision for diminution value of investments			<b>8,00,000</b>		–
<b>Total</b>			<b>4,93,20,736</b>		<b>5,01,19,736</b>
<b>Investments</b>					
Aggregate amount of quoted investments			<b>60,08,631</b>		60,08,631
Aggregate market value of listed and quoted investments			<b>23,00,17,495</b>		17,58,24,737
Aggregate amount of unquoted investments			<b>4,33,12,105</b>		4,41,11,105



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>Note 14 – LONG TERM LOANS AND ADVANCES</b>	₹	₹
<b>Unsecured, Considered good</b>		
Capital Advances	11,26,111	4,35,000
Rent Deposit	46,71,358	38,72,836
Prepaid Expenses	13,81,244	–
Advance Income tax (Net of provisions ₹.10,98,21,311/- As at 31st March 2013 ₹. 6,96,53,001/-)	1,17,633	1,31,93,910
<b>Total</b>	<b>72,96,346</b>	<b>1,75,01,746</b>
<b>Note 15 – INVENTORIES</b>		
(At lower of cost and net realisable value)		
Raw materials	9,64,74,637	9,59,77,655
Finished goods (other than those acquired for trading)	4,79,24,265	6,05,61,710
Stock-in-trade (acquired for trading)	9,97,89,624	10,24,72,283
Stores and spares	2,33,94,725	2,10,42,317
<b>Total</b>	<b>26,75,83,251</b>	<b>28,00,53,965</b>
<b>Note 16 – TRADE RECEIVABLES</b>		
<b>Unsecured, Considered good</b>		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	3,24,80,307	3,46,94,554
Other trade receivables	42,65,85,947	38,82,09,654
<b>Total</b>	<b>45,90,66,254</b>	<b>42,29,04,208</b>
<b>Note 17 – CASH AND BANK BALANCES</b>		
<b>Cash and cash equivalents</b>		
Cash on hand	56,08,705	65,93,835
Balances with banks		
In current accounts	5,27,14,165	6,44,46,163
In deposit accounts - Original maturity of 3 months or less	1,50,00,000	–
<b>Total - Cash and Cash Equivalents (A)</b>	<b>7,33,22,870</b>	<b>7,10,39,998</b>
<b>Other Bank Balances</b>		
In deposit accounts - Original maturity of more than 3 months (Refer Note (1) below)	40,23,042	36,24,539
In earmarked accounts		
– Unpaid dividend accounts	22,28,855	17,50,324
– Margin money with the Bank	30,96,309	28,97,550
<b>Total - Other Bank Balances (B)</b>	<b>93,48,206</b>	<b>82,72,413</b>
<b>Total - Cash and Bank Balances (A+B)</b>	<b>8,26,71,076</b>	<b>7,93,12,411</b>
<b>Note :</b> Balances with banks include deposits with remaining maturity of more than 12 months from the balance sheet date ₹.39,23,042/- (As at 31st March, 2013 ₹.31,29,738/-)		

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014	As at 31st March, 2013
<b>Note 18 – SHORT-TERM LOANS AND ADVANCES</b>	₹	₹
<b>Unsecured, Considered good</b>		
Loans and advances to employees	16,03,656	22,17,137
Security Deposit	44,70,267	43,24,767
Loans and advances to subsidiary companies (Refer Note 41(b))	1,17,00,000	1,22,00,000
Prepaid expenses	5,66,074	1,22,379
Balances with Government authorities		
CENVAT credit receivable	2,96,917	95,528
VAT credit receivable	10,47,500	20,25,294
<b>Others</b>		
Advances - trade and supplies	10,42,26,328	7,77,39,175
Due from Staff Pension fund	4,22,463	4,74,294
Due from Officers Super Annuation Scheme	11,420	–
Due from Officers Super Annuation Fund	3,26,519	3,26,519
<b>Total</b>	<b>12,46,71,144</b>	<b>9,95,25,093</b>
<b>Note 19 – OTHER CURRENT ASSETS</b>		
<b>Accruals</b>		
Interest accrued on deposits	5,03,586	5,78,793
Interest accrued on Loans and advances to related parties	11,70,000	13,20,000
<b>Others</b>		
Rental income from properties receivable	1,48,389	50,000
Rebate and Discount receivable	10,88,500	43,24,826
Agency Commission receivable	45,07,558	26,06,850
<b>Total</b>	<b>74,18,033</b>	<b>88,80,469</b>



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
<b>Note 20 – REVENUE FROM OPERATIONS</b>	₹	₹
Sale of products (Refer Note (i) below)	229,97,03,782	192,55,19,276
Sale of services (Refer Note (ii) below)	2,08,05,813	1,95,07,613
Other operating revenues (Refer Note (iii) below)	7,09,38,219	7,43,44,982
<b>Revenue from operations (Gross)</b>	<b>239,14,47,814</b>	<b>201,93,71,871</b>
Less: Excise duty	4,81,13,956	3,41,69,053
<b>Revenue from operations (Net)</b>	<b>234,33,33,858</b>	<b>198,52,02,818</b>
<b>Note</b>		
(i) <b>Sale of products comprises of :</b>		
<b>Manufactured goods</b>		
Fertiliser Mixtures	48,44,84,923	41,10,51,150
Other Agro Products	82,74,42,721	68,82,73,327
Roasted and Ground Coffee	29,30,873	26,71,612
Tea	4,56,18,612	4,27,32,023
Ayurvedha & Herbal	2,13,45,136	85,02,723
<b>Total - Sale of manufactured goods</b>	<b>138,18,22,265</b>	<b>115,32,30,835</b>
<b>Traded goods</b>		
Granulated Fertilisers	3,78,80,451	2,77,10,625
Straight Fertilisers	18,49,91,450	13,00,01,565
Other Agro Products	56,49,572	47,80,329
Seeds	5,56,87,294	5,87,54,868
Pesticides	30,65,68,925	22,70,04,050
Footwear Products	29,47,57,485	29,19,80,114
Consumer Products	73,75,585	55,87,150
Industrial Products	2,49,70,755	2,64,69,740
<b>Total - Sale of traded goods</b>	<b>91,78,81,517</b>	<b>77,22,88,441</b>
<b>Total - Sale of products</b>	<b>229,97,03,782</b>	<b>192,55,19,276</b>
(ii) <b>Sale of services comprises of :</b>		
Tyre Processing Charges	2,08,05,813	1,95,07,613
<b>Total - Sale of services</b>	<b>2,08,05,813</b>	<b>1,95,07,613</b>
(iii) <b>Other operating revenues comprise of :</b>		
Sale of scrap	7,14,749	17,00,610
Duty drawback and other export incentives	33,04,263	3,99,052
Others		
Agency Commission	4,47,21,741	4,27,19,144
Rebate / Discount from Suppliers	1,71,96,337	2,44,97,455
Bad Debts Recovered	3,03,697	4,00,000
Deferred Income Grants	11,43,073	7,74,295
Testing fees	6,61,294	6,03,837
Miscellaneous Income	28,93,065	32,50,589
<b>Total-Other Operating Revenues</b>	<b>7,09,38,219</b>	<b>7,43,44,982</b>

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
<b>Note 21 – OTHER INCOME</b>	₹	₹
Interest income (Refer Note (i) below)	18,56,960	26,96,921
Dividend income		
From long-term investments		
Associates	16,33,207	27,59,816
Others	6,21,627	11,52,857
Net gain on foreign currency transactions and translation (other than considered as finance cost)	26,71,833	8,34,776
Other non-operating income (Refer Note (ii) below)	63,56,298	1,02,41,012
<b>Total</b>	<b>1,31,39,925</b>	<b>1,76,85,382</b>
<b>Note</b>		
(i) <b>Interest Income comprises of :</b>		
<b>Interest from banks on</b>		
Deposits	6,56,095	5,79,352
Other balances	30,865	61,671
Interest on loans and advances	11,70,000	20,55,898
<b>Total - Interest income</b>	<b>18,56,960</b>	<b>26,96,921</b>
(ii) <b>Other non-operating income comprises of :</b>		
Rental income from properties	44,21,272	41,02,705
Profit on sale of fixed assets	7,83,500	53,31,378
Miscellaneous income	11,51,526	8,06,929
<b>Total - Other non-operating income</b>	<b>63,56,298</b>	<b>1,02,41,012</b>
<b>Note 22 – COST OF MATERIALS CONSUMED</b>		
Opening stock	9,59,77,655	8,80,23,968
Add: Purchases	74,83,07,331	64,34,30,449
	<b>84,42,84,986</b>	73,14,54,417
Less: Closing stock	9,64,74,637	9,59,77,655
<b>Total</b>	<b>74,78,10,349</b>	<b>63,54,76,762</b>
<b>Materials consumed comprises of :</b>		
Fertiliser Mixtures	37,31,89,542	31,68,03,693
Other agro products	30,62,32,458	25,94,82,189
Roasted and ground coffee	22,22,961	22,31,074
Tea	3,49,09,832	3,69,14,053
Ayurvedha and Herbal	1,71,05,955	66,37,742
Tyre Retreading	1,41,49,601	1,34,08,011
<b>Total</b>	<b>74,78,10,349</b>	<b>63,54,76,762</b>





# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
<b>Note 23 – PURCHASES OF STOCK-IN-TRADE (TRADED GOODS)</b>	₹	₹
Granulated Fertilisers	3,44,09,141	2,45,37,025
Straight Fertilisers	11,34,60,306	10,57,18,888
Other agro products	54,33,482	23,51,639
Seeds	4,45,00,337	4,42,05,338
Pesticides	28,91,02,500	21,49,05,046
Footwear Products	26,94,93,289	22,16,67,931
Consumer Products	1,00,34,926	75,64,926
Industrial Products	1,91,08,908	2,12,81,193
<b>Total</b>	<b>78,55,42,889</b>	<b>64,22,31,986</b>
<b>Note 24 – CHANGES IN INVENTORIES OF FINISHED GOODS AND STOCK-IN-TRADE</b>		
<b>Inventories at the end of the year:</b>		
Finished goods	4,79,24,265	6,05,61,710
Stock-in-trade	9,97,89,624	10,24,72,283
<b>Total</b>	<b>14,77,13,889</b>	<b>16,30,33,993</b>
<b>Inventories at the beginning of the year:</b>		
Finished goods	6,05,61,710	4,56,81,493
Stock-in-trade	10,24,72,283	14,33,16,124
<b>Total</b>	<b>16,30,33,993</b>	<b>18,89,97,617</b>
<b>Net (increase) / decrease</b>	<b>1,53,20,104</b>	<b>2,59,63,624</b>
<b>Note 25 – EMPLOYEE BENEFITS EXPENSE</b>		
Salaries and wages	17,75,21,613	16,38,41,362
Contribution to Provident Fund (Refer Note 42(a))	71,34,369	68,00,514
Contribution to Superannuation Fund (Refer Note 42(a))	11,29,680	17,52,435
Contribution to Gratuity Fund (Refer Note 42(b))	21,88,710	1,12,20,285
Staff welfare expenses	1,34,25,308	1,77,97,349
<b>Total</b>	<b>20,13,99,680</b>	<b>20,14,11,945</b>
<b>Note 26 – FINANCE COSTS</b>		
Interest expense on:		
Borrowings from Bank	3,40,70,254	3,58,36,887
Deposits from public	63,22,871	63,74,929
Others	38,96,117	34,30,490
Bank Charges	20,45,332	27,78,819
<b>Total</b>	<b>4,63,34,574</b>	<b>4,84,21,125</b>

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
<b>Note 27 – OTHER EXPENSES</b>	₹	₹
Consumption of stores and spare parts	1,38,963	1,84,758
Excise Duty on Closing Stock	28,849	2,41,901
Power and fuel	27,19,238	42,13,113
Rent	1,37,76,598	1,24,63,181
Repairs and maintenance - Buildings	45,59,378	86,30,166
Repairs and maintenance - Machinery	51,36,004	61,99,071
Insurance	71,15,964	68,20,938
Rates and taxes	1,33,04,172	81,21,231
Communication	1,20,48,507	94,12,763
Travelling and conveyance	5,52,05,396	5,43,64,205
Printing and stationery	48,02,509	59,11,710
Freight and forwarding	9,38,76,817	7,71,77,145
Sales commission	12,72,669	9,01,078
Sales discount	8,62,31,603	5,33,63,595
Business promotion	5,44,54,096	5,15,85,443
Directors Sitting fees	1,22,500	90,000
Commission to non-whole time directors	10,50,000	6,00,000
Donations and contributions	5,25,000	7,00,000
Legal and professional	10,65,128	10,47,082
Payments to auditors (Refer Note (i) below)	14,50,000	18,43,450
Bad debts and asset write off	85,18,147	8,18,592
Loss on fixed assets sold	2,43,389	2,32,925
Provision for diminution in the value of investments	8,00,000	–
Miscellaneous expenses	6,26,04,665	5,99,79,485
<b>Total</b>	<b>43,10,49,592</b>	<b>36,49,01,832</b>
<b>Note</b>		
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
<u>To Statutory auditors</u>		
For audit	8,50,000	8,50,000
For taxation matters	2,00,000	1,60,000
For other services	2,50,000	4,75,000
Reimbursement of expenses	50,000	1,58,450
	<b>13,50,000</b>	<b>16,43,450</b>
To Cost auditors for cost audit	1,00,000	2,00,000
<b>Total</b>	<b>14,50,000</b>	<b>18,43,450</b>



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014	As at 31st March, 2013
	₹	₹
<b>Note 28 – STAFF PENSION FUND</b>		
The Company is the sole beneficiary of T.Stanes and Company Limited Staff Pension Fund. The amount due from the fund as on 31.03.2014 is ₹.4,22,463/- (Previous year ₹4,74,294/-). The income of ₹.6,08,327/- (Previous year ₹.11,52,857/-) have been considered in the accounts of the company for the year.		
<b>Note 29 – CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)</b>		
(a) Financial Guarantee to Bankers on account of Subsidiary Companies	<b>6,80,00,000</b>	6,80,00,000
(b) Claims against the company not acknowledged as debt		
Central Excise	<b>2,29,37,126</b>	2,29,37,126
Income tax	–	83,81,851
Central Sales tax	<b>33,22,145</b>	33,22,145
(c) Estimated amount of contracts to be executed on capital account not provided for	<b>7,65,800</b>	2,85,000
<b>Note 30 – Disclosure as per Clause 32 of the Listing Agreements with the Stock Exchanges</b>		
	As at	As at
<b>Particulars</b>	<b>31.03.2014</b>	31.03.2013
		Maximum amount outstanding during the year
		<b>2013-14</b>
		2012-13
Loans and advances to subsidiaries	<b>1,17,00,000</b>	1,22,00,000
		<b>1,22,00,000</b>
		1,22,00,000

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March, 2014	As at 31st March, 2013
	₹	₹
<b>Note 31 – DISCLOSURE REQUIRED UNDER SECTION 22 OF THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006</b>		
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the Management. This has been relied upon by the Auditors.		
(i) Due outstanding for more than 45 Days	NIL	NIL
(ii) Amount remaining unpaid as at the end of the year		
Principal Amount	59,27,151	61,31,421
Interest Amount	NIL	NIL
(iii) The Amount of Interest paid in terms of Section 18 along with the amounts of the payment made to the supplier beyond the appointed day during the year	NIL	NIL
(iv) The amount of interest due and payable for the period of delay in making the payment		
As per the terms of contract	NIL	NIL
As specified by the Act	NIL	NIL
(v) The amount of Interest accrued and due at the end of the year	NIL	NIL
<b>Note 32</b>		
The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:		
<b>Trade Receivable</b>		
Amount in INR	2,41,69,909	2,76,10,635
Amount in Foreign currency - USD	4,02,434	5,08,671
	<b>For the year ended 31 March, 2014</b>	<b>For the year ended 31 March, 2013</b>
	₹	₹
<b>Note 33 – VALUE OF IMPORTS CALCULATED ON CIF BASIS</b>		
Capital Goods	13,32,880	–
<b>Note 34 – EXPENDITURE IN FOREIGN CURRENCY</b>		
On account of :		
Travel	10,64,325	11,69,801
Others	53,50,207	39,93,211
<b>Note 35 – EARNINGS IN FOREIGN EXCHANGE:</b>		
Realised earnings in Foreign Exchange:		
Export of goods calculated on FOB Basis	12,43,34,100	8,90,44,484

# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
<b>Note 36</b>	₹	₹
Research and Development expenses included under various heads of Statement of Profit and Loss	1,31,65,708	1,26,17,727
<b>Note 37 – EARNINGS PER SHARE</b>		
For the purpose of computing the earnings per share the net profit after tax has been used as the numerator and the weighted average number of shares outstanding has been considered as the denominator.		
Profit for the year	6,45,29,962	4,95,39,848
Weighted Average number of equity shares	24,97,608	24,97,608
Par value per share	10.00	10.00
Earnings per Share - Basic and Diluted	25.84	19.83
<b>Note 38 – VALUE OF RAW MATERIALS, STORES AND SPARE PARTS &amp; COMPONENTS CONSUMED</b>		
2013-2014    2012-2013		
% Value            %            Value		
Indigeneous            100    74,78,10,349    100    63,54,76,762	74,78,10,349	63,54,76,762
Imported                Nil            Nil            Nil            Nil	Nil	Nil
	<b>As at 31st March, 2014</b>	<b>As at 31st March, March, 2013</b>
<b>Note 39 – HIRE PURCHASE FOR PURCHASE OF VEHICLES AND MACHINERY:</b>	₹	₹
(a) Reconciliation of minimum hire purchase payments		
Total minimum hire purchase payments	1,05,12,711	1,49,94,380
Less:-Unmatured Finance Charges	12,99,659	23,30,479
Present value of minimum hire purchase payments payable	92,13,052	1,26,63,901
(b) Year -wise future minimum hire purchase payments on contract entered:		
<b>Total Minimum hire purchase payments</b>		
Not later than one year	64,80,216	78,34,856
Later than one year and not later than five years	40,32,495	71,59,524
Later than five years	–	–
<b>Present value of minimum hire purchase payments payable</b>		
Not later than one year	60,47,152	72,59,235
Later than one year and not later than five years	31,65,900	54,04,666
Later than five years	–	–
<b>Note 40 – DEPOSITS FROM PUBLIC</b>		
Deposits held by directors	25,00,000	35,00,000

# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### Note 41 – RELATED PARTY TRANSACTIONS:

#### (a) Details of Related Parties

Description of Relationship	Names of Related Parties
<b>Ultimate Holding Companies</b>	M/s. Amalgamations Private Limited
<b>Holding Companies</b>	M/s. Simpson & Company Limited
<b>Subsidiaries</b>	M/s. Stanes Agencies Limited Stanes Motors (South India) Limited Stanes Motor Parts Limited
<b>Fellow Subsidiaries*</b>	M/s. Addison & Co Limited Addison Paints & Chemicals Limited Associated Printers(Madras)Private Limited Bimetal Bearings Limited George Oakes Limited Simpson & General Finance Company Limited Speed-A-Way Private Limited Sri Rama Vilas Service Limited Stanes Amalgamated Estates Limited TAFE Access Limited Tractors and Far Equipment Limited Southern Tree Farms Limited The Madras Advertising Company Private Limited
<b>Associates</b>	M/s. Amalgamations Valeo Clutch Private Limited AMCO Saft India Limited Mahle IPL Limited Stanes MJF Teas Limited* Stanadyne Amalgamations Private Limited The United Nilgiri Tea Estates Company Limited* Kuduma Fastners Private Limited
<b>Key Management Personnel</b>	Mr.K.S.Hegde, (Managing Director) [Till 30.11.2013] Mrs. Lakshmi Narayanan (Whole-time Director) Mr. P.S. Bopaiah (Whole-time Director) [From 01.12.2013]

Relatives of Key Management Personnel NIL

\* Represents related Parties with whom the Company had transactions  
(As identified by the Company and relied upon by the Auditors)



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### NOTE 41 - (b) DETAILS OF RELATED PARTY TRANSACTIONS DURING THE YEAR ENDED 31st MARCH, 2014 AND BALANCES OUTSTANDING AS AT 31st MARCH, 2014

Particulars	Ultimate Holding Company		Holding Company		Subsidiary Companies		Fellow Subsidiary Companies		Associates		Key Personnel		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
<b>(A) TRANSACTIONS DURING THE YEAR</b>	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Sales	-	-	6,90,426	11,09,706	-	2,615	96,76,094	85,24,201	53,82,262	42,20,125	-	-	1,57,48,782	1,38,56,647
Service rendered to	4,59,236	3,90,970	6,09,686	-	1,21,283	1,20,000	4,78,177	6,60,303	24,000	33,101	-	-	16,92,382	12,04,374
Interest received on Loan given	-	-	-	-	11,70,000	13,20,000	-	-	-	-	-	-	11,70,000	13,20,000
Dividend received from	-	-	-	-	-	-	5,46,007	-	10,87,200	27,59,816	-	-	16,33,207	27,59,816
Interest paid on Loan availed	-	-	16,74,657	12,49,998	-	-	21,68,199	17,98,928	-	-	-	-	38,42,856	30,48,926
Purchases	-	-	-	-	-	-	31,88,528	39,74,982	9,98,435	17,32,359	-	-	41,86,963	57,07,341
Service availed from	38,76,695	39,02,078	5,98,786	6,04,038	4,17,098	20,18,862	39,00,409	40,59,780	-	35,598	-	-	87,92,988	1,06,20,356
Dividend paid to	-	-	33,06,836	74,40,381	-	-	76,200	1,71,450	-	-	-	-	33,83,036	76,11,831
Remuneration	-	-	-	-	-	-	-	-	-	-	84,55,657	45,31,575	84,55,657	45,31,575
Assets acquired from	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans received during the year	-	-	50,00,000	-	-	-	-	-	-	-	-	-	50,00,000	-
Loans repaid during the year	-	-	75,00,000	-	-	-	-	-	-	-	-	-	75,00,000	-
Payment received on loan given	-	-	-	-	5,00,000	-	-	-	-	-	-	-	5,00,000	-
<b>(B) BALANCES OUT-STANDING AT THE END OF THE YEAR</b>														
Equity Participation in	-	-	-	-	4,15,56,605	4,15,56,605	9,55,278	9,55,278	75,53,353	75,53,353	-	-	5,00,65,236	5,00,65,236
Equity Participation by	-	-	1,65,34,180	1,65,34,180	-	-	3,81,000	3,81,000	-	-	-	-	1,69,15,180	1,69,15,180
Loan/Finance facilities availed from	-	-	1,00,00,000	1,25,00,000	-	-	81,51,147	1,14,21,862	-	-	-	-	1,81,51,147	2,39,21,862
Loan/Finance facilities given to	-	-	-	-	1,17,00,000	1,22,00,000	-	-	-	-	-	-	1,17,00,000	1,22,00,000
Receivables from	-	-	8,54,241	3,33,183	12,73,211	14,98,203	23,55,145	19,44,953	6,35,834	1,99,065	-	-	51,18,431	39,75,404
Payables to	-	-	1,53,484	4,83,956	21,58,888	22,43,401	4,52,616	1,16,51,910	1,44,264	86,488	-	-	29,09,252	1,44,65,755
Guarantee given to	-	-	-	-	-	6,80,00,000	-	-	-	-	-	-	-	6,80,00,000
Guarantee given by	35,29,00,000	35,31,00,000	-	-	-	-	-	-	-	-	-	-	35,29,00,000	35,31,00,000
<b>TOTAL</b>	<b>35,72,35,931</b>	<b>35,73,93,048</b>	<b>4,69,22,296</b>	<b>4,02,55,442</b>	<b>5,88,97,085</b>	<b>12,89,59,686</b>	<b>3,23,28,800</b>	<b>4,55,44,647</b>	<b>1,58,25,348</b>	<b>1,66,19,905</b>	<b>84,55,657</b>	<b>45,31,575</b>	<b>55,42,65,117</b>	<b>60,33,04,303</b>

(1) The above amounts exclude reimbursement of expenses

(2) No amount is/has been written off or written back during the year in respect of debts due from or to related party.

(3) Transactions reported above reflects relationship with the parties from the date such relationship came into effect and hence the current year figures may not be comparable to the previous years.



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS – (Contd.)

### NOTE 41 - (b) DETAILS OF RELATED PARTY TRANSACTIONS DURING THE YEAR ENDED 31st MARCH, 2014 AND BALANCES OUTSTANDING AS AT 31st MARCH, 2014

Particulars	Ultimate Holding Company		Holding Company		Subsidiary Companies		Fellow Subsidiary Companies		Associates		Key Personnel		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
<b>(A) TRANSACTIONS DURING THE YEAR</b>	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>Sales</b>														
The United Nilgiri Tea Estates Company Ltd.	-	-	-	-	-	-	-	-	53,82,262	42,20,125	-	-	53,82,262	42,20,125
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	55,62,666	49,85,328	-	-	-	-	55,62,666	49,85,328
Southern Tree Farms Limited	-	-	-	-	-	-	39,24,431	26,29,501	-	-	-	-	39,24,431	26,29,501
Simpson & Company Limited	-	-	6,90,426	11,09,706	-	-	-	-	-	-	-	-	6,90,426	11,09,706
<b>Service rendered to</b>														
The United Nilgiri Tea Estates Company Ltd.	-	-	-	-	-	-	-	-	24,000	3,3101	-	-	24,000	33,101
Stanes Motors (S.I) Limited	-	-	-	-	1,20,000	1,20,000	-	-	-	-	-	-	1,20,000	1,20,000
George Oakes Limited	-	-	-	-	-	-	92,069	-	-	-	-	-	92,069	-
Addison Paints & Chemicals Ltd.	-	-	-	-	-	-	2,22,451	-	-	-	-	-	2,22,451	-
Speed-A-Way Private Limited	-	-	-	-	-	-	1,39,657	1,41,749	-	-	-	-	1,39,657	1,41,749
Amalgamations Private Limited	4,59,236	3,90,970	-	-	-	-	-	-	-	-	-	-	4,59,236	3,90,970
Simpson & Company Limited	-	-	6,09,686	-	-	-	-	-	-	-	-	-	6,09,686	-
TAFE Access Limited	-	-	-	-	-	-	-	4,04,496	-	-	-	-	-	4,04,496
<b>Interest received on Loan given</b>														
Stanes Motor Parts Limited	-	-	-	-	10,00,000	10,00,000	-	-	-	-	-	-	10,00,000	10,00,000
Stanes Motors (S.I) Limited	-	-	-	-	1,70,000	3,20,000	-	-	-	-	-	-	1,70,000	3,20,000
<b>Dividend received from</b>														
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	5,46,007	-	-	-	-	-	5,46,007	-
The United Nilgiri Tea Estates Company Ltd.	-	-	-	-	-	-	-	-	10,87,200	27,59,816	-	-	10,87,200	27,59,816
<b>Interest paid on Loan availed</b>														
Simpson & Company Limited	-	-	16,74,657	12,49,998	-	-	-	-	-	-	-	-	16,74,657	12,49,998
Simpson & General Finance Co. Ltd	-	-	-	-	-	-	21,68,199	17,98,928	-	-	-	-	21,68,199	17,98,928
<b>Purchases</b>														
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	18,13,028	29,78,321	-	-	-	-	18,13,028	29,78,321
Southern Tree Farms Ltd	-	-	-	-	-	-	13,75,500	9,96,660	-	-	-	-	13,75,500	9,96,660
The United Nilgiri Tea Estates Company Ltd.	-	-	-	-	-	-	-	-	9,98,435	17,32,359	-	-	9,98,435	17,32,359





# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS – (Contd.)

### NOTE 41 - (b) DETAILS OF RELATED PARTY TRANSACTIONS DURING THE YEAR ENDED 31st MARCH, 2014 AND BALANCES OUTSTANDING AS AT 31st MARCH, 2014

Particulars	Ultimate Holding Company		Holding Company		Subsidiary Companies		Fellow Subsidiary Companies		Associates		Key Personnel		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
<b>(A) TRANSACTIONS DURING THE YEAR – (Contd.)</b>	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>Service availed from</b>														
Amalgamations Private Limited	38,76,695	39,02,078	-	-	-	-	-	-	-	-	-	-	38,76,695	39,02,078
Stanes Motors (S.I.) Limited	-	-	-	-	4,17,098	18,38,862	-	-	-	-	-	-	4,17,098	18,38,862
George Oakes Limited	-	-	-	-	-	-	4,96,476	-	-	-	-	-	4,96,476	-
Simpson & Company Limited	-	-	5,98,786	6,04,038	-	-	-	-	-	-	-	-	5,98,786	6,04,038
Sree Rama Vilas Services Limited	-	-	-	-	-	-	8,08,992	-	-	-	-	-	8,08,992	-
The Madras Advertising Co. Pvt. Ltd.	-	-	-	-	-	-	22,94,961	32,72,743	-	-	-	-	22,94,961	32,72,743
Simpson & General Finance Co. Ltd.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Dividend paid to</b>														
Simpson & Company Limited	-	-	27,35,046	61,53,854	-	-	-	-	-	-	-	-	27,35,046	61,53,854
Amalgamations Private Limited	5,71,790	12,86,528	-	-	-	-	-	-	-	-	-	-	5,71,790	12,86,528
Simpson & General Finance Co. Ltd.	-	-	-	-	-	-	50,000	1,12,500	-	-	-	-	50,000	1,12,500
Sri Rama Vilas Service Limited	-	-	-	-	-	-	23,600	53,100	-	-	-	-	23,600	53,100
<b>Remuneration</b>														
Mr. K.S. Hegde	-	-	-	-	-	-	-	-	-	-	32,76,490	40,53,912	32,76,490	40,53,912
Mrs. Lakshmi Narayanan	-	-	-	-	-	-	-	-	-	-	41,37,897	4,77,663	41,37,897	4,77,663
Mr. P.S. Bopaiah	-	-	-	-	-	-	-	-	-	-	10,41,270	-	10,41,270	-
<b>Loans received during the year</b>														
Simpson & Company Limited	-	-	50,00,000	-	-	-	-	-	-	-	-	-	50,00,000	-
<b>Loans repaid during the year</b>														
Simpson & Company Limited	-	-	75,00,000	-	-	-	-	-	-	-	-	-	75,00,000	-
<b>Payment received on loan given</b>														
Stanes Motors (S.I.) Limited	-	-	-	-	5,00,000	10,00,000	-	-	-	-	-	-	5,00,000	10,00,000
<b>(B) BALANCES OUTSTANDING AT THE END OF THE YEAR</b>														
<b>Equity Participation in</b>														
Stanes Motors (S. I.) Limited	-	-	-	-	2,90,25,975	2,90,25,975	-	-	-	-	-	-	2,90,25,975	2,90,25,975
Stanes Motor Parts Limited	-	-	-	-	1,20,30,630	1,20,30,630	-	-	-	-	-	-	1,20,30,630	1,20,30,630
Stanes Agencies Limited	-	-	-	-	-	5,00,000	-	-	-	-	-	-	-	5,00,000
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	9,55,278	9,55,278	-	-	-	-	9,55,278	9,55,278
Stanes MJF Teas Limited	-	-	-	-	-	-	25,00,000	25,00,000	-	-	-	-	25,00,000	25,00,000
The United Nilgiri Tea Estates Company Limited	-	-	-	-	-	-	50,53,353	50,53,353	-	-	-	-	50,53,353	50,53,353



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS – (Contd.)

### NOTE 41 - (b) DETAILS OF RELATED PARTY TRANSACTIONS DURING THE YEAR ENDED 31st MARCH, 2014 AND BALANCES OUTSTANDING AS AT 31st MARCH, 2014

Particulars	Ultimate Holding Company		Holding Company		Subsidiary Companies		Fellow Subsidiary Companies		Associates		Key Personnel		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
<b>(B) BALANCES OUTSTANDING AT THE END OF THE YEAR – (Contd.)</b>	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>Equity Participation by</b>														
Simpson & Company Limited	-	-	1,36,75,230	1,36,75,230	-	-	-	-	-	-	-	-	1,36,75,230	1,36,75,230
Amalgamations Private Limited	28,58,950	28,58,950	-	-	-	-	-	-	-	-	-	-	28,58,950	28,58,950
Simpson & General Finance Company Limited	-	-	-	-	-	-	2,50,000	2,50,000	-	-	-	-	2,50,000	2,50,000
Sri Rama Vilas Service Limited	-	-	-	-	-	-	1,18,000	1,18,000	-	-	-	-	1,18,000	1,18,000
Tractors and Farm Equipments Ltd.	-	-	-	-	-	-	13,000	13,000	-	-	-	-	13,000	13,000
<b>Loan/Finance facilities availed from</b>														
Simpson & Company Limited	-	-	1,00,00,000	1,25,00,000	-	-	-	-	-	-	-	-	1,00,00,000	1,25,00,000
Simpson & General Finance Company Limited	-	-	-	-	-	-	81,51,147	1,14,21,862	-	-	-	-	81,51,147	1,14,21,862
<b>Loan/Finance facilities given to</b>														
Stanes Motors (S.I.) Limited	-	-	-	-	17,00,000	22,00,000	-	-	-	-	-	-	17,00,000	22,00,000
Stanes Motor Parts Limited	-	-	-	-	1,00,00,000	1,00,00,000	-	-	-	-	-	-	1,00,00,000	1,00,00,000
<b>Receivables from</b>														
Bimetal Bearings Limited	-	-	-	-	-	-	28,090	27,610	-	-	-	-	28,090	27,610
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	15,69,354	6,26,802	-	-	-	-	15,69,354	6,26,802
Speed-A-Way Private Limited	-	-	-	-	-	-	12,270	11,406	-	-	-	-	12,270	11,406
George Oakes Limited	-	-	-	-	-	-	16,348	18,691	-	-	-	-	16,348	18,691
TAFE Access Limited	-	-	-	-	-	-	48,259	8,09,625	-	-	-	-	48,259	8,09,625
Stanes Motors (S.I.) Limited	-	-	-	-	2,26,946	6,99,469	-	-	-	-	-	-	2,26,946	6,99,469
Stanes Agencies Limited	-	-	-	-	6,98,276	7,98,733	-	-	-	-	-	-	6,98,276	7,98,733
Addison & Company Limited	-	-	-	-	-	-	24,843	33,414	-	-	-	-	24,843	33,414
Tractors and Farm Equipment Ltd.	-	-	-	-	-	-	44,514	-	-	-	-	-	44,514	-
Southern Tree Farms Limited	-	-	-	-	-	-	3,52,783	4,00,525	-	-	-	-	3,52,783	4,00,525
The United Nilgiri Tea Estates Company Limited	-	-	-	-	-	-	-	-	6,35,834	1,99,065	-	-	6,35,834	1,99,065
Simpson & Company Limited	-	-	8,54,241	3,33,183	-	-	-	-	-	-	-	-	8,54,241	3,33,183
Addison Paints & Chemicals Ltd.	-	-	-	-	-	-	21,503	-	-	-	-	-	21,503	-
Sri Rama Vilas Service Ltd	-	-	-	-	-	-	10,235	16,881	-	-	-	-	10,235	16,881

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# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS – (Contd.)

### NOTE 41 - (b) DETAILS OF RELATED PARTY TRANSACTIONS DURING THE YEAR ENDED 31st MARCH, 2014 AND BALANCES OUTSTANDING AS AT 31st MARCH, 2014

Particulars	Ultimate Holding Company		Holding Company		Subsidiary Companies		Fellow Subsidiary Companies		Associates		Key Personnel		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
<b>(B) BALANCES OUTSTANDING AT THE END OF THE YEAR – (Contd.)</b>	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>Payables to</b>														
Amalgamations Private Limited	1,53,484	4,83,956	-	-	-	-	-	-	-	-	-	-	1,53,484	4,83,956
Stanes Agencies Limited	-	-	-	-	21,58,887	21,58,887	-	-	-	-	-	-	21,58,887	21,58,887
Stanes Motors (S.I.) Limited	-	-	-	-	-	84,514	-	-	-	-	-	-	-	84,514
The United Nilgiri Tea Estates Company Limited	-	-	-	-	-	-	-	-	1,44,264	86,488	-	-	1,44,264	86,488
Addisons Paints & Chemicals Ltd.	-	-	-	-	-	-	-	5,469	-	-	-	-	-	5,469
Stanes Amalgamated Estates Ltd.	-	-	-	-	-	-	1,11,539	2,24,569	-	-	-	-	1,11,539	2,24,569
Southern Tree Farms Limited	-	-	-	-	-	-	3,15,000	-	-	-	-	-	3,15,000	-
Addison and Company Limited	-	-	-	-	-	-	-	24,843	-	-	-	-	-	24,843
TAFE Access Limited	-	-	-	-	-	-	-	1,234	-	-	-	-	-	1,234
<b>Guarantee given to</b>														
Stanes Motor Parts Limited	-	-	-	-	5,00,00,000	5,00,00,000	-	-	-	-	-	-	5,00,00,000	5,00,00,000
Stanes Motors (S.I.) Limited	-	-	-	-	1,80,00,000	1,80,00,000	-	-	-	-	-	-	1,80,00,000	1,80,00,000
<b>Guarantee given by</b>														
Simpson & Company Limited & Amalgamations Private Limited	35,29,00,000	35,31,00,000	-	-	-	-	-	-	-	-	-	-	35,29,00,000	35,31,00,000

# T. STANES AND COMPANY LIMITED



## NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	For the year ended 31st March, 2014		For the year ended 31st March, 2013	
	₹	₹	₹	₹
<b>Note 42 – EMPLOYEE BENEFITS PLANS</b>				
<b>(a) Defined Contribution Plans</b>				
The Company makes Provident Fund, Superannuation Fund and Employee State Insurance Scheme Contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits.				
Contribution to Provident Fund		71,34,369		68,00,514
Contribution to Superannuation Fund		11,29,680		17,52,435
Contribution to Employee State Insurance Scheme		28,06,270		29,30,315
<b>(b) Defined Benefit Plans</b>				
Disclosure required under Revised Accounting Standard 15 are as below :-				
<b>1. Change in defined benefit obligations during the year</b>				
Present value of obligations at beginning of the year	₹	6,10,85,321	₹	4,73,83,762
Current Service Cost		25,63,709		22,80,062
Interest Cost		42,21,177		35,74,639
Benefits Paid		(65,57,503)		(28,54,921)
Actuarial gain/(Loss) on obligation		5,09,662		1,07,01,779
Present value of obligations as at end of the year		6,18,22,366		6,10,85,321
<b>2. Change in fair value of assets during the year</b>				
Plan assets at beginning of the year		5,92,32,762		4,32,23,027
Expected return on plan assets		51,05,838		40,18,122
Contributions		15,24,065		1,35,28,461
Benefits paid		(65,57,503)		(28,54,921)
Actuarial gain/(Loss) on plan assets				13,18,073
Plan assets at the end of the year		5,93,05,162		5,92,32,762
<b>3. Net Asset/(Liability) recognised in the Balance Sheet</b>				
Present value of obligations as at the end of the year		6,18,22,366		6,10,85,321
Plan assets as at the end of the year		5,93,05,162		5,92,32,762
Unrecognized past service cost				
Net Asset/(Liability) recognized in balance sheet		(25,17,204)		(18,52,559)



# T. STANES AND COMPANY LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	31.03.2014		31.03.2013	
	Gratuity	Compensated Absences	Gratuity	Compensated Absences
<b>Note 42 – EMPLOYEE BENEFITS PLANS – (Contd.)</b>	₹	₹	₹	₹
<b>4. Expenses recognised in statement of Profit and Loss</b>				
Current Service Cost	25,63,709		22,80,062	
Interest Cost	42,21,177		35,74,639	
Expected return on plan assets	(51,05,838)		(40,18,122)	
Net Actuarial gain/(Loss) recognised in the year	5,09,662		93,83,706	
Total expenses recognised in statement of Profit and Loss	21,88,710		1,12,20,285	
<b>5. Composition of plan assets</b>				
Equity Instruments				
GOI Securities	52,685		52,685	
Private Securities	12,00,000		12,00,000	
Insurer Managed Asset **	5,80,36,437		5,79,24,215	
Others(Bank Balance)	16,040		55,862	
<b>6. Actuarial Assumptions</b>				
Discount Rate	8.00%	8.90%	8.00%	8.10%
Salary Escalation	7%	7%	7.00%	7%
Rate of return on plan assets	9.60%		9.25%	
Attrition rate		3%		3%
Mortality rate	#		#	
<p>The estimates of future salary increases considered in the actuarial valuation take account of inflation seniority promotion and other relevant factors such as supply and demand in the employment market. The above information is actuarially determined upon which reliance is placed by the auditors.</p> <p>The details of experience adjustments arising on account of plan assets and plan liabilities as required by para 120(n)(ii) of AS-15R on employee benefits are not readily available in the actuarial valuation report and hence are not furnished.</p> <p>** The details with respect to the composition of investments in the plan assets managed by LIC have not been disclosed in the absence of the above said information.</p> <p># Depending on age LIC(1994-96) ultimate</p>				

**T. STANES AND COMPANY LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS**



<b>Note 43 – SEGMENT REPORTING FOR THE YEAR ENDED 31ST MARCH 2014</b>		
<b>PARTICULARS</b>	<b>For the year ended 31st March, 2014</b>	<b>For the year ended 31st March, 2013</b>
<b>1. SEGMENT REVENUE</b>	₹	₹
[Net Sale / Income from each segment		
Agricultural Products	<b>191,34,27,966</b>	157,69,91,215
Consumer Industrial Products	<b>42,99,05,892</b>	40,82,11,604
<b>Net Sales / Income from Operations</b>	<b><u>234,33,33,858</u></b>	<b><u>198,52,02,819</u></b>
<b>2. SEGMENT RESULTS</b>		
[Profit] (+) / Loss (-) before tax and interest from each segment		
Agricultural Products	<b>19,87,71,785</b>	15,81,78,954
Consumer Industrial Products	<b>1,28,64,787</b>	1,65,14,128
<b>Total</b>	<b><u>21,16,36,572</u></b>	<b><u>17,46,93,082</u></b>
Less :		
Interest	<b>4,63,34,572</b>	4,84,21,125
Other unallocable Expenditure net off other income	<b>5,58,89,686</b>	6,03,29,683
<b>Total</b>	<b><u>10,22,24,258</u></b>	<b><u>10,87,50,808</u></b>
<b>Profit Before Tax</b>	<b><u>10,94,12,314</u></b>	<b><u>6,59,42,274</u></b>
<b>3. CAPITAL EMPLOYED</b>		
[Segment assets - Segment Liabilities]		
Agricultural Products	<b>55,08,14,958</b>	53,94,32,663
Consumer Industrial Products	<b>14,29,17,722</b>	14,04,68,099
Unallocated	<b>(28,58,35,123)</b>	(32,19,22,786)
<b>Total</b>	<b><u>40,78,97,557</u></b>	<b><u>35,79,77,976</u></b>
The Company has only one geographical segment viz. India. Hence, secondary segmentwise reporting is not applicable		
<b>Note 44</b> – Previous years figures have been re-grouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.		

In terms of our report attached

For FRASER & ROSS  
Chartered Accountants

**C.R. RAJAGOPAL**  
Partner

Place: Chennai - 600 002  
Date : 30th May, 2014

For and on behalf of the Board of Directors

**A. KRISHNAMOORTHY**  
Chairman

**P. M. VENKATASUBRAMANIAN**  
Director

**R. VIJAYARAGHAVAN**  
Director

**K. K. UNNI**  
Director

**S. RAMACHANDRA**  
Director

**S. RAMANUJACHARI**  
Director

**K. S. HEGDE**  
Director

**Mrs. LAKSHMI NARAYANAN**  
Whole Time Director

**P.S.BOPAIAH**  
Whole Time Director

**S. C. SEKAR**  
Chief Financial Officer



## T. STANES AND COMPANY LIMITED

### NOTES FORMING PART OF FINANCIAL STATEMENTS

#### NOTE 45 – STATEMENT IN PURSUANCE OF SECTION 212(1)(e) OF THE COMPANIES ACT, 1956.

- (a) The extent of the Holding Company's interest in its subsidiaries.
- (b) The net aggregate amount of the subsidiaries Profit (+) or Loss(-) so far as it concerns the Members of the Company to the extent they are not dealt with in the accounts of the Company

Name of the company	Paid-up Equity/ Preference Shares of the Subsidiaries		Holding Company's Interest in Subsidiaries		Net Profit(+)/ Net Loss(-)	
	Face Value  ₹	Equity/ Preference Shares  Nos.	Equity/ Preference Shares  Nos.	Extent of Interest  %	For the year ended 31.03.2014  ₹	Upto 31.03.2014 (Since inception)  ₹
Stanis Motors(South India) Limited	10	15,00,000	15,00,000	100	(18,37,781)	(70,11,348)
Stanis Agencies Limited	10	50,000	50,000	100	1,05,023	9,25,818
Stanis Motor Parts Limited	10	10,00,000	10,00,000	100	11,96,648	2,17,55,594

- (c) (i) The net aggregate of the Profit of the subsidiaries after deducting their losses dealt with in the Company's Accounts (to the extent of dividend received)

Name of the company	For the year ended 31.03.2014	Upto 31.03.2014 (Since Inception)
Stanis Motors (South India ) Limited	₹ NIL	₹ 99,54,285
Stanis Agencies Limited	NIL	NIL
Stanis Motor Parts Limited	NIL	40,00,000

- (ii) No part of the Profit/(Loss) of the subsidiary companies for the year ended 31st March 2014 has been dealt with in the accounts of the Holding Company for the year ended 31st March 2014.