

## Profit and Loss Account

For the year ended March 31, 2010

Rs. Lakhs

	Schedule	2009-10	2008-09
<b>Income</b>			
Sales	1	1,01,142.92	92,530.74
Less : Excise Duty		4,270.16	6,798.04
Net Profit on Sale of Real Estate		703.23	–
Other Operating Income	2	141.70	316.70
Provision no longer required written back		124.68	194.66
		<b>97,842.37</b>	<b>86,244.06</b>
<b>Expenditure</b>			
Operating Expenses	3	87,851.43	74,266.10
(Increase) / Decrease in inventories of Finished Goods and Work-in-progress		(2,628.56)	3,493.23
Provision - Others		107.36	123.36
Depreciation		4,186.68	4,280.22
Less : Transferred from Revaluation Reserve		(1,774.00)	(1,786.58)
Interest and Finance Cost	4	3,437.82	4,069.79
		<b>91,180.73</b>	<b>84,446.12</b>
<b>Net Profit Before Taxation &amp; Exceptional Items</b>		<b>6,661.64</b>	<b>1,797.94</b>
Exceptional Items			
- Profit on Surrender of Leasehold Rights & Other Related Assets		10,645.87	–
- Workmen Separation Cost		715.28	–
- Expenditure relating to Investment in Subsidiary		193.01	–
<b>Net Profit Before Taxation</b>		<b>16,399.22</b>	<b>1,797.94</b>
Provision for Taxation			
- Current including Wealth Tax		2,799.61	27.44
- Reversal of provision relating to earlier years		–	(325.34)
- Deferred		(621.60)	(40.08)
- Fringe Benefit Tax		–	195.70
<b>Net Profit After Taxation</b>		<b>14,221.21</b>	<b>1,940.22</b>
Balance of Profit/(Loss) brought forward from Previous Year		8.37	(1,931.85)
<b>Amount Available for Appropriations</b>		<b>14,229.58</b>	<b>8.37</b>
- Proposed Dividend		363.44	–
- Tax on Proposed Dividend		60.36	–
- Transferred to General Reserve		10,000.00	–
<b>Balance carried forward to Balance Sheet</b>		<b>3,805.78</b>	<b>8.37</b>
Earnings Per Share (Face Value Rs. 5 each )			
- Basic		19.56	2.67
- Diluted		19.56	2.51
Significant Accounting Policies and Notes		18	
The Schedules referred to above form an integral part of the Profit and Loss Account.			

In terms of our report attached  
 For **Deloitte Haskins & Sells**  
*Chartered Accountants*  
**K. Rajasekhar**  
*Partner*  
 Hyderabad, July 30, 2010

For and on behalf of the Board of Directors

**D. Khaitan**  
*Executive Vice-Chairman & Managing Director*  
**T. Punwani**  
*Sr. General Manager – Legal & Company Secretary*  
 Kolkata, July 30, 2010

**S. Saha**  
*Wholetime Director*

## Balance Sheet

As at March 31, 2010

Rs. Lakhs

	Schedule	31.03.2010		31.03.2009	
<b>Funds Employed</b>					
Fixed Assets					
Fixed Assets	5	83,514.74		87,278.44	
Capital Expenditure in Progress		1,294.77	84,809.51	1,171.74	88,450.18
Investments	6		4,110.00		–
Current Assets					
Inventories	7	20,211.55		17,278.37	
Sundry Debtors	8	3,720.88		3,712.11	
Cash & Bank Balances	9	843.94		1,225.51	
Loans and Advances	10	6,945.30		5,366.18	
		31,721.67		27,582.17	
Less : Current Liabilities	11	20,426.40		28,602.28	
Provisions	12	3,927.31		1,659.42	
		24,353.71		30,261.70	
Net Current Assets			7,367.96		(2,679.53)
Miscellaneous Expenditure (To the extent not written off or adjusted )	13		–		298.07
			<b>96,287.47</b>		<b>86,068.72</b>
<b>Financed by</b>					
Share Capital and Reserves					
Share Capital	14	3,634.36		3,634.36	
Reserves and Surplus	15	63,085.71	66,720.07	51,559.46	55,193.82
Share Warrants (refer Note 32 of Schedule 18)			–		261.00
Loan Funds					
Secured Loans	16	25,047.00		26,779.56	
Unsecured Loans	17	3,425.47	28,472.47	2,117.81	28,897.37
Deferred Tax Liability (Net)			1,094.93		1,716.53
			<b>96,287.47</b>		<b>86,068.72</b>
Significant Accounting Policies & Notes	18				
The Schedules referred to above form an integral part of the Balance Sheet.					

In terms of our report attached

For **Deloitte Haskins & Sells**

Chartered Accountants

**K. Rajasekhar**

Partner

Hyderabad, July 30, 2010

For and on behalf of the Board of Directors

**D. Khaitan**

Executive Vice-Chairman & Managing Director

**T. Punwani**

Sr. General Manager – Legal & Company Secretary

Kolkata, July 30, 2010

**S. Saha**

Wholetime Director

**Cash Flow Statement For the year ended March 31, 2010**

Rs. Lakhs

	2009-10	2008-09
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax	16,399.22	1,797.94
<b>Adjustments for :</b>		
Doubtful Debts & Advances (Net)	20.27	36.14
Provision for Contingencies written back	(124.68)	(194.66)
Provision - Others	107.36	123.36
Depreciation	2,412.68	2,493.64
Write off of Fixed Asset	3.65	-
Unrealised Net Exchange (Gain)/Loss on Translation of Loans	(81.81)	6.06
Investment / Interest Income	(64.58)	(132.20)
Loss on Redemption of Investment	-	29.74
Interest (Net)	3,326.89	4,061.83
Profit / (Loss) on Sale / Disposal of Real Estate / Fixed Assets	(11,340.11)	(30.71)
	<b>10,658.89</b>	<b>8,191.14</b>
Misc expenditure charged to P&L	1,015.55	279.43
<b>Operating Profit Before Working Capital Changes</b>	<b>11,674.44</b>	<b>8,470.57</b>
<b>Adjustments for :</b>		
Trade and Other Receivables	(1,261.00)	(162.70)
Inventories	(2,933.18)	2,171.32
Trade Payables and Other Liabilities	3,541.94	(2,773.71)
<b>Cash Generated from Operations</b>	<b>11,022.20</b>	<b>7,705.48</b>
Direct Taxes Paid (net of Refunds)	(617.94)	246.37
Employee Separation Compensation paid	(717.48)	(128.55)
<b>Net Cash Flow from Operating Activities</b>	<b>9,686.78</b>	<b>7,823.30</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(2,217.06)	(1,336.95)
Sale of Real Estate/ Fixed Assets	716.68	5,527.13
Redemption of Investment	-	117.55
Investment in Subsidiary	(4,110.00)	-
Loan to Subsidiary	(626.50)	-
Interest Received	33.57	45.27
<b>Net Cash Flow from Investing Activities</b>	<b>(6,203.31)</b>	<b>4,353.00</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long-Term Borrowings	4,748.75	414.68
Proceeds from Short-Term Borrowings	6,100.00	3,000.00
Repayment of Long-Term Borrowings	(6,523.64)	(9,544.08)
Repayment of Short-Term Borrowings	(4,750.00)	(4,104.18)
Interest Paid	(3,440.11)	(4,013.26)
Dividend Paid	(0.04)	(7.90)
<b>Net Cash Flow from Financing Activities</b>	<b>(3,865.04)</b>	<b>(14,254.74)</b>
<b>Net (Decrease)/ Increase in Cash and Cash-Equivalents (A+B+C)</b>	<b>(381.57)</b>	<b>(2,078.44)</b>
<b>Cash and Cash-Equivalents on April 1</b>	<b>1,225.51</b>	<b>3,303.95</b>
<b>Cash and Cash-Equivalents on March 31 * (See Schedule 9)</b>	<b>843.94</b>	<b>1,225.51</b>

**Notes :** i) Figures in brackets represent outflows.  
 ii) Previous year figures have been recast/restated wherever necessary.  
 iii) Cashflow of 2009-10 excludes profits on surrender of leasehold Rights and other related assets for the premises at Navi Mumbai for a consideration of Rs.11,500 Lakhs against which the company had received the full transaction value before this financial year and thereby this being a non-cash transaction does not have a direct impact on current Cash Flow.  
 \* Includes restricted balance Rs. NIL Lakhs.[31.03.2009: Rs. 32.40 Lakhs]

In terms of our report attached

 For **Deloitte Haskins & Sells**
*Chartered Accountants*
**K. Rajasekhar**
*Partner*

Hyderabad, July 30, 2010

For and on behalf of the Board of Directors

**D. Khaitan**
*Executive Vice-Chairman & Managing Director*
**T. Punwani**
*Sr. General Manager – Legal & Company Secretary*

Kolkata, July 30, 2010

**S. Saha**
*Wholetime Director*

## Schedules to Accounts

Unit	2009-10		2008-09		
	Qty.	Rs. Lakhs	Qty.	Rs. Lakhs	
<b>1. Sales</b>					
<b>Class of Goods</b>					
Batteries	Million Pcs.	1,181.79	59,403.48	1,184.85	60,717.27
Flashlights	Million Pcs.	27.03	23,770.72	23.63	17,636.43
Packet Tea	Tonne	4,904.87	7,594.50	6,493.28	8,166.84
Lighting Products	Million Pcs.	32.79	9,154.12	4.84	3,640.85
Purchased Products (excludes Batteries, Flashlights and Lighting Products)			1,129.88		1,330.05
Others			90.22		1,039.30
		<b>1,01,142.92</b>			<b>92,530.74</b>
<b>2. Other Operating Income</b>					
					Rs. Lakhs
Interest Income :					
Interest on bank and other accounts (Tax deducted at source Rs. 1.40 Lakhs, 2008-09 : Rs. 3.43 Lakhs)			33.57		41.43
Interest on Income Tax Refund / Advance Tax			31.01		73.95
Miscellaneous Income			86.11		170.61
Net Profit / (Loss) on Sale / Retirement of Assets other than Real Estate			(8.99)		30.71
			<b>141.70</b>		<b>316.70</b>
<b>3. Operating Expenses</b>					
Salaries & Wages		6,095.14			6,273.44
(includes credit towards Employee Benefits Rs. 29.37 Lakhs, 2008-09 : credit of Rs. 36.02 Lakhs)					
Contribution to Provident Fund, Gratuity Fund, Pension Fund and State Insurance		514.33			788.74
Workmen and Staff Welfare Expenses		989.43			848.53
(includes credit towards Employee Benefits Rs. 46.92 Lakhs, 2008-09 : credit of Rs. 30.02 Lakhs)					
Raw Materials consumed		46,603.40			37,173.06
Stores and Spares consumed		281.71			379.91
Purchase of Finished Goods for resale		15,053.52			14,180.82
Excise Duty		160.97			(629.84)
Power and Fuel		1,157.79			1,236.36
Travelling and Conveyance		1,563.02			1,509.63
Advertisement, Sales Promotion and Market Research		6,555.11			3,777.23
Freight, Shipping and Selling Expenses		4,914.66			4,319.91
Repairs & Maintenance - Machinery		884.90			866.30
- Buildings		171.52			146.31
Software Maintenance		60.90			63.25
Rent		471.05			450.20
Rates and Taxes		387.99			362.44
Insurance		95.45			111.87
Postage, Stationery & Communication		337.53			294.65
Commission		45.14			72.88
Consultancy Charges		152.26			83.45
Bank Charges		187.73			146.77
Doubtful Debts / Advances (net)		20.27			36.14
Donations		15.63			0.18
Deferred Revenue Expenditure written off		300.27			279.43
Loss on Redemption of Investment		-			29.74
Miscellaneous Expenses		898.88			1,260.32
Less : Amount transferred to Capital & Other Accounts		(67.17)			204.38
		<b>87,851.43</b>			<b>74,266.10</b>

## Schedules to Accounts

Rs. Lakhs

	2009-10	2008-09
<b>4. Interest and Finance Cost</b>		
Interest Charges		
On Fixed Loans	2,377.26	3,068.84
Others	949.63	992.99
Net Exchange Loss in Foreign Currency	110.93	7.96
<b>Interest and Finance Cost</b>	<b>3,437.82</b>	<b>4,069.79</b>

Rs. Lakhs

PARTICULARS	GROSS BLOCK AT COST / REVALUATION				DEPRECIATION				NET BLOCK
	Cost/ Valuation as at April 1, 2009	Additions/ Adjustments during the year	Sales/ Retirements/ Adjustments during the year	Cost/ Valuation as at March 31, 2010	As at April 1, 2009	For the year	On assets Sold/Retired/ Adjusted during the year	Total As at March 31, 2010	Written down value as at March 31, 2010
<b>Intangibles :</b>									
Software & License	139.25	-	-	139.25	81.22	23.20	-	104.42	34.83
Brand	67,600.00	-	-	67,600.00	9,050.00	1,810.00	-	10,860.00	56,740.00
Patent/Trade Mark	15.00	-	-	15.00	15.00	-	-	15.00	-
<b>Tangibles :</b>									
Land-freehold	8,050.94	-	701.84	7,349.10	351.29	22.95	118.86	255.38	7,093.72
Leasehold Land	2,041.96	-	735.70	1,306.26	246.35	30.28	159.61	117.02	1,189.24
Buildings	15,271.19	111.19	644.23	14,738.15	6,288.07	538.58	376.44	6,450.21	8,287.94
Plant, Machinery									
Equipment etc.	39,056.60	1,350.29	4,116.15	36,290.74	29,537.44	1,506.87	4,049.35	26,994.96	9,295.78
Furniture & Fixture and									
Office Appliances	2,841.98	589.67	83.79	3,347.86	2,306.27	186.12	(93.60)	2,585.99	761.87
Motor Vehicles	335.00	42.88	21.62	356.26	197.84	68.68	21.62	244.90	111.36
<b>Total</b>	<b>135,351.92</b>	<b>2,094.03</b>	<b>6,303.33</b>	<b>131,142.62</b>	<b>48,073.48</b>	<b>4,186.68</b>	<b>4,632.28</b>	<b>47,627.88</b>	<b>83,514.74</b>
March 31, 2009	134,675.90	1,119.46	443.44	135,351.92	44,190.28	4,280.22	397.02	48,073.48	87,278.44

Notes : 1. Revaluation of Freehold Land, Leasehold Land (other than those on short lease), owned Buildings, Plant and Machinery and Equipment was carried out as on March 31, 1995 by an approved valuer on current cost basis. The resultant increase in the net book value of Rs.19,596.92 Lakhs was credited to Revaluation Reserve in that year.

2. Revaluation of Freehold Land, Leasehold Land (other than those on short lease) and owned Buildings was carried out as on March 31, 2004 by an approved valuer on current cost basis and adjusted for depreciation element as applicable. The resultant increase in the net book value on revaluation amounting to Rs.10,968.72 Lakhs was transferred to Revaluation Reserve in that year.

## Schedules to Accounts

Rs. Lakhs

	31.03.2010	31.03.2009
<b>6. Investments</b>		
<b>Long Term</b>		
<b>A. Subsidiary – Unquoted</b>		
– Novener SAS	4,110.00	–
<b>B. Trade Investments</b>		
<b>Quoted</b>		
McLeod Russel India Limited		
40 Equity Shares of Rs. 5/- each* [ Rs. 200/-]	*	*
	<b>4,110.00</b>	<b>–</b>
Aggregate book value of :		
Quoted Investments	–	–
Unquoted Investments	4,110.00	–
	<b>4,110.00</b>	<b>–</b>
Market Value of Quoted Investments	0.11	0.03
<b>7. Inventories</b>		
Stores & Spares	504.67	528.94
Raw Materials	6,966.22	6,637.33
Work-in-Progress	3,803.31	3,618.83
Finished Goods	8,937.35	6,493.27
(including Purchased Products : Rs.2,123.77 Lakhs; 2008-09 : Rs.1,834.15 Lakhs)		
	<b>20,211.55</b>	<b>17,278.37</b>
<b>8. Sundry Debtors</b>		
<b>Unsecured</b>		
Over Six Months :		
- Considered Good	11.11	82.04
- Considered Doubtful	177.62	192.82
Less : Provision for Doubtful Debts	177.62	192.82
Less than Six Months :		
- Considered Good	3,709.77	3,630.07
- Considered Doubtful	24.15	–
Less : Provision for Doubtful Debts	24.15	–
	<b>3,720.88</b>	<b>3,712.11</b>
<b>9. Cash and Bank Balances</b>		
Cash in hand	31.10	26.11
Cheques in hand	19.62	–
With Scheduled Banks :		
- in Current Accounts	600.45	974.22
- in Deposit Accounts *	172.03	204.88
- in Dividend Accounts	18.06	18.10
With Others :		
- in Current Account with HSBC, Singapore #	2.68	2.20
	<b>843.94</b>	<b>1,225.51</b>

\* pledged with banks as LC margin money

# maximum amount outstanding Rs. 16.10 Lakhs (2008-09 : Rs. 18.48 Lakhs)

## Schedules to Accounts

Rs. Lakhs

	31.03.2010	31.03.2009
<b>10. Loans and Advances</b>		
<i>Unsecured, Considered Good</i>		
Loan to Subsidiary Novener SAS (Max. amount due Rs. 626.50 Lakhs)	626.50	–
Advances recoverable in cash or in kind or for value to be received	4,177.67	3,043.38
Balance with Excise Authorities, Customs and Port Trust	408.41	272.04
Deposits	483.33	546.16
Advance Income Tax (Net of Provision for Taxation : Rs. 26.44 Lakhs; 2008-09 : Rs. 32.82 Lakhs)	1,249.39	1,500.09
Advance Fringe Benefit Tax (Net of Provision for FBT : Rs. NIL; 2008-09 : Rs.195.70 Lakhs)	–	4.51
	<b>6,945.30</b>	<b>5,366.18</b>

<b>11. Current Liabilities</b>		
<b>Acceptances</b>	4,826.77	1,711.78
<b>Sundry Creditors</b>		
– Total outstanding dues of Micro, Small and Medium enterprises (including interest : Rs.NIL Lakhs, 2008-09 : Rs.0.12 Lakhs )	–	5.25
– Total outstanding dues of creditors other than Micro, Small and Medium enterprises	12,215.10	12,539.40
Interest accrued but not due on loans	230.72	343.94
Advances Received	37.49	11,933.07
Advances Received from customers	233.56	–
BPL Escrow Liability	14.30	14.30
Other Liabilities	2,813.21	1,996.47
Liability towards Investor Education and Protection Fund under Section 205C of the Companies Act, 1956		
<b>Due</b>		
– Unpaid Dividends	3.02	3.02
<b>Not Due</b>		
– Unpaid Dividends	48.10	48.14
– Unclaimed Matured Deposits	1.47	4.25
– Unclaimed Interest on Public Deposits	2.66	2.66
	<b>20,426.40</b>	<b>28,602.28</b>

No amounts are due for deposit at the Balance Sheet date to the Investor Education and Protection Fund except for Rs. 3.02 Lakhs in respect of unpaid dividend which is subject to a restraint order from a competent court.

<b>12. Provisions</b>		
Proposed Dividend	363.44	–
Tax on Proposed Dividend	60.36	–
Income Tax (Net of Advance Tax of Rs.975.46 lakhs; 2008-09 : Rs. 40.91 lakhs)	2,004.35	133.09
Long Term Employee Benefits	572.56	582.42
Excise	495.92	514.32
Sales Tax	76.38	38.42
Others (Refer Note 31 of Schedule 18)	354.30	391.17
	<b>3,927.31</b>	<b>1,659.42</b>

<b>13. Miscellaneous Expenditure</b>		
(To the extent not written off or adjusted )		
Voluntary Retirement Costs	–	298.07
	–	<b>298.07</b>

## Schedules to Accounts

	Rs. Lakhs	
	31.03.2010	31.03.2009
<b>14. Share Capital</b>		
<b>Authorised</b>		
21,15,60,000 Equity Shares of Rs. 5/- each (31.3.09 : 21,15,60,000 Equity Shares of Rs. 5 each)	10,578.00	10,578.00
<b>Issued and Subscribed</b>		
7,26,87,260 Equity Shares of Rs. 5/- each, fully paid up (31.03.09 : 7,26,87,260 Equity Shares of Rs. 5 each, fully paid up)	3,634.36	3,634.36
Of the above :		
(i) 5,76,514 shares were allotted as fully paid up pursuant to a contract without payment being received in cash.		
(ii) 2,13,29,782 shares were allotted as fully paid up Bonus Shares by Capitalisation of General Reserves and 28,92,700 shares were issued out of Share Premium Account.		
(iii) 2,31,96,002 shares were allotted as fully paid up other than in cash pursuant to Scheme of Amalgamation.		
(iv) 1,59,68,258 shares represent 1,59,68,258 Global Depository Receipts.		
(v) 9,40,000 shares represent warrants converted into equity shares.		

## 15. Reserves &amp; Surplus

<b>General Reserves</b>				
At the commencement of the year	15,867.46		15,867.46	
Profit and Loss Account	<u>10,000.00</u>	25,867.46	<u>–</u>	15,867.46
<b>Securities Premium</b>		16,412.11		16,412.11
<b>Revaluation Reserve</b>				
Balance at the commencement of the year	6,872.05		8,658.63	
Less : Adjustments relating to Fixed Assets sold / retired during the year	(758.21)		–	
Less: Depreciation / Amortisation on revalued portion of Fixed Assets	<u>(1,774.00)</u>	4,339.84	<u>(1,786.58)</u>	6,872.05
<b>Amalgamation Reserve</b>		300.42		300.42
<b>Development Allowance Reserve</b>		3.50		3.50
<b>Capital Reserve</b>		12,356.60		12,095.55
<b>Profit and Loss Account</b>		3,805.78		8.37
		<b>63,085.71</b>		<b>51,559.46</b>

## Schedules to Accounts

	Rs. Lakhs	
	31.03.2010	31.03.2009
<b>16. Secured Loans</b>		
<b>Banks –</b>		
Cash Credit and Working Capital Demand Loans –	5,261.01	4,579.62
Secured by hypothecation of stocks, stores and book debts relating to businesses of the Company and ranking parri passu with the charges created and / or to be created in favour of other banks in the consortium and first / second charge on the fixed assets of the Company		
Term Loans from ICICI Bank Limited	10,283.33	11,568.75
- External Commercial Borrowing denominated in Foreign Currency (US\$ 25 million; 31.3.09 : US\$ 25 million)		
Secured / to be secured by exclusive mortgage on movable and immovable properties and by deposit of title deed of the plant located at Haridwar, Uttaranchal		
- Rupee Loan	4,000.00	620.97
Secured / to be secured by a parri passu first charge by way of equitable mortgage over certain movable and immovable properties of the Company		
Term Loans from UCO Bank	–	1,952.00
Secured / to be secured by a parri passu first charge by way of equitable mortgage over certain movable and immovable properties of the Company and by parri passu first / second charge by way of equitable mortgage over certain tea estates belonging to MRIL		
Term Loan from IDBI Bank Limited	5,502.66	8,058.22
Secured / to be secured by a parri passu first charge by way of equitable mortgage over certain movable and immovable properties of the Company and exclusive charge on certain brand belonging to the Company		
	<b>25,047.00</b>	<b>26,779.56</b>
<b>17. Unsecured Loans</b>		
Short Term Loans	3,350.00	2,000.00
Car Loan	75.47	117.81
	<b>3,425.47</b>	<b>2,117.81</b>
Repayable within one year	3,350.00	2,000.00

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010

#### 1. Significant Accounting Policies

##### 1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention, on accrual basis of accounting and in accordance with the provisions of the Companies Act, 1956 and the accounting standards notified by the Companies (Accounting Standards) Rules, 2006 (Indian GAAP), as adopted consistently by the Company.

##### 1.2 Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and reported amounts of revenue and expenses during the reported period. Actual results could differ from these estimates and any revision to such accounting estimates is recognised prospectively in the period in which the results are ascertained.

##### 1.3 Fixed Assets

Tangible Fixed Assets are stated at cost / revalued amount less accumulated depreciation. Cost comprises purchase price plus attributable cost (including borrowing and financing cost during the period of construction).

##### 1.4 Depreciation / Amortisation

- i. In respect of assets which have not been revalued, depreciation is provided on straight line method as follows:
  - Plant and machinery, excluding air conditioners, at rates prescribed in Schedule XIV to the Companies Act, 1956.
  - Buildings, furniture and fixtures (including air conditioners), office appliances (excluding computers), motor vehicles and computers at 4 %, 10 %, 33.33 % and 16.66 % p.a. respectively.
- ii. The revalued assets are depreciated on straight line basis over the balance useful lives estimated by the valuer.
- iii. Freehold land is not depreciated except for improvements to land included therein.
- iv. Patents, trademarks and brands are amortized over their legal term or working life, whichever is shorter.
- v. Brand "Eveready" is amortized over a working life of 40 years and Brand "Premium Gold" is amortized over a working life of 10 years.

##### 1.5 Investments

Long term investments are carried at cost less provision for permanent diminution, if any, in the value of such investments. Current investments are carried at lower of cost and fair value.

##### 1.6 Inventories

Inventories are valued as under:

- i) Raw Materials and Stores and Spare Parts at lower of weighted average cost and net realizable value.
- ii) Work-in-Progress and Finished Goods are valued at lower of cost and net realizable value where cost is worked out on weighted average basis. Cost includes all charges incurred in bringing the goods to the point of sale, including excise duty.

##### 1.7 Sales

Sales comprise sale of goods less discounts as applicable and include excise duty but exclude sales tax / VAT.

##### 1.8 Foreign Exchange Transactions

Foreign Currency Transactions (FCT) and forward exchange contracts used to hedge FCT are initially recorded at the spot rates on the date of the transactions / contract.

Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign currency transactions are recognised in the Profit and Loss Account.

In respect of transactions covered by foreign exchange contracts, the difference between the contract rate and the spot rate on the date of the transaction is charged to the Profit and Loss Account over the period of the contract.

##### 1.9 Employee benefits

The estimated liability for all employee benefits, both for present and past services which are due as per the terms of employment, are determined in accordance with Accounting Standard (AS) 15 issued by the Companies (Accounting Standards) Rules, 2006. A brief description of the various employee benefits are as follows :

- 1.9.1 **Pension** - A defined benefit plan, the liability for which is determined on the basis of an actuarial valuation on the frozen corpus as at 31 March, 2003 and thereafter on the basis of the Company's defined contribution scheme.
- 1.9.2 **Gratuity** - The Company has an obligation towards gratuity, a defined benefit retiring plan covering eligible employees. The plan provides for lump sum payment to vested employees on retirement, death while in employment or on separation. Vesting occurs upon completion of five years of service. The liability, which is determined by means of an independent actuarial valuation, is funded with trusts sponsored by the Company.

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010 (Contd.)

1.9.3 **Provident Fund** - This is a defined contribution plan framed in accordance with Indian laws, in accordance with which eligible employees participate. Under the plan, both the employee and employer contribute monthly at a determined rate (currently upto 12 % of employee's salary). Contributions under the plan are made to the trust sponsored by the Company and the Pension Scheme framed by the Central Government.

1.9.4 Other employee benefits include Post Retirement Medical Benefits and encashment of leave on separation, which are long term in nature. Both these benefits are unfunded and the liability for the same is determined by an independent actuarial valuation in accordance with the requirements of Accounting Standard (AS) 15 "Employee Benefits".

#### 1.10 Borrowing Costs

Interest and other costs in connection with the borrowing of funds by the Company are recognised as an expense in the period in which they are incurred unless activities that are necessary to prepare the qualifying assets for its intended use are in progress.

#### 1.11 Voluntary Retirement Schemes

The cost of Voluntary Retirement Scheme which comprises lump sum payments to employees who opt for the same and in respect of which the Company has no further obligation is charged to the Profit and Loss Account over a period of 36 months starting from the month of settlement or till the period ending March 31, 2010, whichever is earlier. The unamortised amount is carried forward as Deferred Revenue Expenditure.

#### 1.12 Deferred Tax

Deferred Tax is the tax effect of timing differences i.e. the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

#### 1.13 Derivatives

Risks associated with purchase of Zinc are covered by entering in derivative contracts in the form of FUTURES and OPTIONS in accordance with risk management policy adopted in the Board. Losses on such derivative contracts outstanding at the reporting date are provided on mark to market (MTM) basis in terms of announcement dated 29 March, 2008 made by The Institute of Chartered Accountants of India.

2 Based on valuation made by professional valuers, Brand "Eveready" was valued at Rs. 66,000 Lakhs and was taken into the books in 2004-05.

3 Expert opinion was received whereby the working life of brand "Eveready" was estimated at more than 100 years. However, as a measure of prudence, the amortisation period of the brand has been kept at 40 years only.

4 Brand included as Intangibles in Fixed Assets (Schedule 5) includes purchased brand [Gross block: Rs. 1,600 Lakhs (31.3.2009: Rs. 1,600 Lakhs) and Net Block: Rs. 640 Lakhs (31.3.2009 : Rs. 800 Lakhs)].

#### 5. Contingent Liabilities

5.1. Claims against the Company not acknowledged as debts :

- Excise & Customs : Rs. 1,773.55 Lakhs (31.3.2009 : Rs. 1,318.52 Lakhs).\*
- Sales tax : Rs. 34.75 Lakhs (31.3.2009 : Rs. 93.41 Lakhs).
- Income tax :
  - The Department is in appeal in regard to matters decided in favour of the Company, the tax effect whereof is Rs. 71.59 Lakhs (31.3.2009 : Rs. 71.59 Lakhs).
  - The Company is in appeal in regard to assessments made, the tax effect whereof is Rs. 599.70 Lakhs (31.3.2009 : Rs. 599.70 Lakhs).
  - In respect of matters relating to erstwhile The Bishnauth Tea Company Limited (BTCL) [amalgamated with the Company effective 1 April, 2000: Rs. 125.48 Lakhs (31.3.2009 : Rs. 125.48 Lakhs)].

\*Excludes interest claimed in a few cases by respective Authorities but amount not quantified.

5.2 Others : Rs. 207.39 Lakhs (31.3.2009 : Rs. 193.39 Lakhs).

5.3 Bank Guarantees : Rs.134.06 Lakhs (31.3.2009 : Rs. 193.61 Lakhs).

6. Estimated amount of contracts remaining to be executed on capital account and not provided for : Rs. 1,110.72 Lakhs (31.3.2009: Rs. 1,325.32 Lakhs).

#### 7. Taxation

Provision for taxation includes provision for wealth tax Rs. 11 Lakhs (2008-09 : Rs. 11 Lakhs).

## Schedules to Accounts

**18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010** (Contd.)8. **Deferred Tax Liability**

The major component of deferred tax liability is as follows :-

Rs. Lakhs

Particulars	Deferred Tax Asset/ (Liability) as at April 1, 2009	Current year charge / (credit)	Deferred Tax Asset/ (Liability) as at March 31, 2010
<b>Deferred Tax Liability</b>			
Difference between book and tax depreciation (A)	(1,716.53)	163.46	(1,553.07)
<b>Deferred Tax Assets</b>			
Disallowance under Section 43B	–	95.00	95.00
Provision for Doubtful Debts and advances	–	67.02	67.02
Others	–	296.12	296.12
(B)	–	458.14	458.14
<b>Deferred Tax Liability (Net)</b> (A)+(B)	<b>(1,716.53)</b>	<b>621.60</b>	<b>(1,094.93)</b>

9. **Director's Remuneration**

Rs.Lakhs

	2009-2010	2008-2009
<b>1. Wholetime Directors</b>		
(a) Salary and Others	253.80	253.80
(b) Contribution to Provident Fund, Pension & Superannuation Funds	35.64	35.64
(c) Monetary Value of Perquisites & Allowances	70.87	27.88
	<b>360.31</b>	<b>317.32</b>
<b>2. Non Wholetime Directors</b>		
Sitting Fees	7.40	9.60
	<b>367.71</b>	<b>326.92</b>

**Note :** a) The above excludes contribution to Gratuity Fund and provision for Leave liability as separate figures are not available.

10. The Profit and Loss Account includes net exchange Loss of Rs. 47.27 Lakhs (2008-09 : Loss of Rs. 13.56 Lakhs).
11. Loans and Advances (Schedule 10) include due from directors of the Company Rs. 22.01 Lakhs (31.3.2009 : Rs. 24.21 Lakhs). The maximum amount due from directors during the year was Rs. 24.21 Lakhs (2008-09 : Rs. 26.29 Lakhs).
12. Revenue Expenditure on Research & Development Rs. 191.09 Lakhs (2008-09 : Rs. 122.31 Lakhs) is included in Operating Expenses (Schedule 3).
13. Capital Work-in-Progress is inclusive of Capital Advances Rs. 358.51 Lakhs (31.3.2009 : Rs. 627.46 Lakhs).
14. **Miscellaneous Expenses includes Auditors' Remuneration in respect of :**

Rs. Lakhs

	2009-2010	2008-2009
Audit Fees	17.40	13.10
Tax Audit	5.10	5.26
Limited Reviews Fee	15.33	9.00
Other Services	1.80	0.85
Reimbursement of out-of-Pocket Expenses	–	1.50
	<b>39.63</b>	<b>29.71</b>

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010 (Contd.)

#### 15. Consumption of Raw Materials

Particulars	Unit	2009-2010		2008-2009	
		Qty	Rs. Lakhs	Qty	Rs. Lakhs
Zinc Spelter	Tonne	8,346.91	8,068.59	7,787.14	6,549.68
Acetylene Black	Tonne	1,721.94	1,377.07	1,657.88	1,304.19
Brass	Tonne	493.88	1,284.79	389.93	1,035.25
Manganese Ore	Tonne	8,665.85	2,065.80	8,158.23	2,084.97
Black Tea for Packet Tea	Tonne	5,387.51	5,515.64	7,000.01	5,853.96
Others			28,291.51		20,345.01
			<b>46,603.40</b>		<b>37,173.06</b>

#### 16. Finished Goods Stocks

Class of Goods	Unit	Opening		Closing	
		Qty	Rs. Lakhs	Qty	Rs. Lakhs
Batteries	Million Pcs	89.26 (162.41)	3,179.24 (6,375.69)	118.39 (89.26)	4,226.90 (3,179.24)
Flashlights	Million Pcs	4.09 (2.52)	2,159.19 (1,570.86)	3.56 (4.09)	2,717.03 (2,159.19)
Packet Tea	Tonne	511.43 (637.67)	504.49 (540.05)	657.54 (511.43)	783.92 (504.49)
Carbon Electrodes	Million Pcs	1.04 (1.83)	2.45 (5.61)	1.04 (1.04)	2.51 (2.45)
Castings, Hard Facing & Tube Rods	Tonne	0.11 (0.20)	2.54 (10.91)	0.10 (0.11)	2.95 (2.54)
Purchased Products (1)			587.22 (1,161.67)		1,047.49 (587.22)
Others			58.14 (184.82)		156.55 (58.14)
			<b>6,493.27</b> (9,849.61)		<b>8,937.35</b> (6,493.27)

- Notes :** 1) Excludes Batteries and Flashlights.  
2) Figures in brackets represent particulars for 2008-09.

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010 (Contd.)

17. Quantitative information disclosed in Schedule 1 excludes products supplied free of charge as trade or consumer promotion schemes or batteries supplied in combination packs of flashlights as detailed below :

Class of Goods	Unit	2009-2010	2008-2009
Batteries	Million Pcs	70.94	63.63
Flashlights	Million Pcs	0.89	0.49
Tea	Tonne	451.27	522.44
Others	Million Pcs	1.96	0.92

18. The following finished products were written off / adjusted due to obsolescence and other reasons :

Class of Goods	Unit	2009-2010	2008-2009
Batteries	Million Pcs	1.14	0.84
Flashlights	Million Pcs	0.04	–
Tea	Tonne	(153.62)	120.87
Others	Million Pcs	–	0.22

19. Purchase of finished goods for resale include Rs. 228.69 Lakhs (2008-09 : Rs. 1,350.98 Lakhs) towards purchase of 9.04 million pieces of Batteries (2008-09 : 16.97 million pieces), Rs. 5,979.83 Lakhs (2008-09 : Rs. 6,845.79 Lakhs) towards purchase of 16.25 million pieces of Flashlights (2008-09 : 15.96 million pieces) and Rs. 7,943.29 Lakhs (2008-09 : Rs. 3,159.08 Lakhs) towards purchases of 35.68 million pieces of General Lights (2008-09 : 6.29 million pieces).

### 20. Capacities and Production

Class of Goods	Units	Licensed/Regd. Capacity (1)	Installed Capacity (1)	Actual Production
Batteries (2)	Million Pcs	2,664.50 (2,664.50)	2,132.00 (1,962.00)	1,273.96 (1,159.20)
Flashlights (2)	Million Pcs	23.00 (23.00)	12.50(3) (12.50)(3)	11.18 (9.73)
Carbon Electrodes (2) & (4)	Million Pcs	470.00 (470.00)	580.00 (580.00)	– (0.56)
Castings, Hard Facing & Tube Rods	Tonne	150.00 (150.00)	150.00 (150.00)	0.69 (0.96)
Machinery (2)	Nos.	50.00 ( 50.00)	50.00 (50.00)	– (–)
Machinery Parts (2)	Nos.	500.00 (500.00)	500.00 (500.00)	– (–)
Moulded Plastic Components (2) & (4)	Tonne	1500.00 (1,500.00)	375.00 (375.00)	76.35 (124.20)
Packet Tea	Tonne	NA (NA)	9,000.00 (9,000.00)	5,348.63 (7,010.35)

#### Notes :

- (1) As certified by the management.
- (2) Licensed / Registered Capacity for Batteries, Flashlights, Carbon Electrodes, Machinery, Machinery Parts and Moulded Plastic Components include additional/new capacities for which Memorandum have been filed with the appropriate authority and which have been duly acknowledged by them under the Scheme of delicensing notified by the Government vide Notification No. 477 (E) dated 25.7.1991.
- (3) On single shift basis.
- (4) Includes production for captive consumption.
- (5) Figures in bracket represent data for the previous year.
- (6) The Hyderabad manufacturing facility has been discontinued from the close of business of April 24, 2010.

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010 (Contd.)

21. Details of Imports on CIF Basis		Rs. Lakhs	
	2009-2010	2008-2009	
Raw Materials (excludes cost of materials acquired from / through canalizing Agencies)	8,897.41	7,916.71	
Finished Goods	3,099.81	1,444.15	
Components & Spare parts	890.10	1,112.82	
Capital Goods	304.03	211.69	

  

22. Consumption of Imported and Indigenous Raw Materials, Spare Parts & Components		Rs. Lakhs	
	2009-2010	2008-2009	
Imported - includes canalized Material	9,173.26 19.57%	6,104.19 16.25 %	
Indigenous	37,711.85 80.43%	31,448.78 83.75 %	
	<b>46,885.11</b> <b>100.00%</b>	<b>37,552.97</b> <b>100.00 %</b>	

  

23. Expenditure in Foreign Currency		Rs. Lakhs	
	2009-2010	2008-2009	
Travel & Others	623.58	256.79	
Interest	21.25	21.57	

  

24. **Earnings in Foreign Currency**  
Export of goods calculated on FOB basis : Rs. 1,792.56 Lakhs (2008-09 : Rs. 1,766.07 Lakhs).

25. Unpaid dividend represents dividend of earlier years on shares allotted to certain non-resident shareholders of the erstwhile The Bishnauth Tea Company Limited (BTCL) pursuant to the Scheme of Amalgamation of BTCL with the Company and whose present whereabouts are not known. The number of shares attributable to such dividend is 63,037 (2008-09 : 63,037) equity shares.

26. **Related Party Disclosures**

**List of Related Parties**

a) **Subsidiaries - The Ownership, directly or indirectly through Subsidiary (ies)**

Novener SAS	Idea Power Limited
Uniross SA	Rechargeable Online SAS
Uniross Batteries SAS	Celltex Limited
Industrial - Uniross Batteries (PTY) Ltd.	Lognes Batteries Corp.
Uniross Batteries GmbH	Uniross Batteries Corp.
Uniross Batteries Limited	North American Battery Corp.
Zhongshan Uniross Industry Co. Limited	Multiplier Industries Corp.
Everfast Rechargeables Limited	Everspark Hong Kong Private Limited

b) **Key Management Personnel**

Executive Vice-Chairman & Managing Director	- Mr. D. Khaitan
Wholtime Director	- Mr. S. Saha

c) **Relatives of Key Management Personnel with whom the Company had transactions during the year**

Mrs. Neena Saha	- Wife of Mr. S. Saha
Mr. A. Khaitan	- Son of Mr. D. Khaitan

d) **Entity having significant influence** - Williamson Magor & Company Limited

## Schedules to Accounts

## 18. Notes to Balance Sheet and Profit &amp; Loss Account for the year ended March 31, 2010 (Contd.)

## (e) Related Parties with whom the Company had transactions during the year

Rs.Lakhs

Transactions	Subsidiary	Entity having significant influence	Key Management Personnel	Relatives
Rent Paid	- (-)	3.00 (3.00)	4.56 (4.56)	- (-)
Remuneration				
- Mr. D. Khaitan	- (-)	- (-)	231.77 (188.60)	- (-)
- Mr. S. Saha	- (-)	- (-)	128.54 (128.72)	- (-)
- Mr. A. Khaitan	- (-)	- (-)	- (-)	14.48 (14.48)
Car Rental Charges – Refer Note 2 below	- (-)	- (-)	- (-)	5.18 (5.52)
Services Received	- (-)	180.00 (180.00)	- (-)	- (-)
Forfeiture of Advance received against Convertible Warrants	- (-)	261.00 (-)	- (-)	- (-)
Purchase of Goods				
— Idea Power Limited	39.36 (-)	- (-)	- (-)	- (-)
Loans Outstanding	626.50 * (-)	- (-)	22.01 (24.21)	- (-)
Loans given to Novener SAS*	626.50 (-)	- (-)	- (-)	- (-)
Equity Contribution to Novener SAS	4,110.00 (-)	- (-)	- (-)	- (-)

Notes : 1. Figures in brackets are for the previous year.  
2. In accordance with Company's scheme.

## 27. Earnings per Share

	2009-10	2008-09
<b>Basic EPS</b>		
Profit/(loss) after taxes - Rs. Lakhs	14,221.22	1,940.22
Weighted Average Number of Equity Shares outstanding	7,26,87,260	7,26,87,260
Nominal Value of Equity Share - Rupees	5.00	5.00
Basic Earnings Per Share - Rupees	19.56	2.67
<b>Diluted EPS</b>		
Profit / (loss) after taxes – Rs. Lakhs	14,221.22	1,940.22
Weighted average number of equity shares outstanding	7,26,87,260	7,71,87,260
Nominal Value of Equity Shares – Rupees	5.00	5.00
Diluted Earning per Share – Rupees	19.56	2.51

## Schedules to Accounts

### 18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010 (Contd.)

#### 28 Disclosure as per clause 32 of the Listing Agreement

Loans and Advances in the nature of Loans given to Subsidiaries where there is no repayment schedule :

Name of the Company	Relationship	Amount outstanding as at 31.3.2010 (Rs. Lakhs)	Maximum balance outstanding during the year (Rs. Lakhs)	Investment in Shares of the Company (Rs. Lakhs)
Novener SAS	Subsidiary	626.50 (-)	626.50 (-)	4,110.00 (-)

Note : 1. Figures in brackets are for the previous year.

#### 29. Segment Reporting

(1) The Company is engaged in the business of marketing of dry cell batteries, rechargeable batteries, flashlights, packet tea, general lighting products, insect repellants and other homecare products which come under a **single business segment known as Fast Moving Consumer Goods (FMCG)**.

#### (2) Geographical Segment –

Sales within India	Rs. 98,117.57 Lakhs (2008-09 : Rs. 89,698.48 Lakhs)
Sales outside India	Rs. 3,025.35 Lakhs (2008-09 : Rs. 2,832.26 Lakhs)

#### 30. Disclosures in accordance with Accounting Standard (AS) 15

Rs. Lakhs

	Pension	Gratuity	P R M B	Leave Benefits
<b>Components of Employer's Expense</b>				
Current Service Cost	– –	84.35 77.92	– –	15.91 20.82
Interest Cost	45.19 52.82	84.33 86.64	26.17 28.73	14.01 14.14
Expected Return on Plan Assets	(57.25) (75.34)	(94.87) (105.80)	NA NA	NA NA
Actuarial Losses / (Gains)	27.78 9.29	(71.71) 245.03	20.67 (21.30)	69.39 52.70
Expense recognised in the Statement of Profit and Loss	15.72 (13.23)	2.10 303.79	46.84 7.43	99.31 87.66
<b>Actual Contribution and Benefit Payments for the year</b>				
Actual Benefit Payments	163.31 155.83	299.57 328.03	37.80 37.45	113.78 55.97
Actual Contributions	(135.36) (138.77)	262.55 140.00	37.80 37.45	113.78 55.97
<b>Net Asset / (Liability) recognised in the Balance Sheet</b>				
Present Value of Defined Benefit Obligations	667.12 646.50	1,121.44 1,203.92	355.03 345.99	217.53 232.00
Fair Value of Plan Assets	734.53 864.99	1,382.29 1,204.32	NA NA	NA NA
Funded Status [Surplus / (Deficit)]	67.41 218.49	260.85 0.40	(355.03) (345.99)	(217.53) (232.00)
Net Asset / (Liability) recognised	67.41 218.49	260.85 0.40	(355.03) (345.99)	(217.53) (232.00)

Note : 1. Figures in italics are in respect of the previous year.

## Schedules to Accounts

**18. Notes to Balance Sheet and Profit & Loss Account for the year ended March 31, 2010** (Contd.)

## 30. Disclosures in accordance with Accounting Standard (AS) 15 (Contd.)

Rs. Lakhs

	Pension	Gratuity	P R M B	Leave Benefits
<b>Change in Defined Benefit Obligations (DBO)</b>				
Present Value of DBO at commencement	646.50	1,203.92	345.99	232.00
	<i>722.03</i>	<i>1,222.41</i>	<i>376.01</i>	<i>200.31</i>
Current Service Cost	–	84.35	–	15.91
	–	77.92	–	20.82
Interest Cost	45.19	84.33	26.17	14.01
	<i>52.82</i>	<i>86.64</i>	<i>28.73</i>	<i>14.14</i>
Actuarial Losses / (Gains)	138.74	48.41	20.67	69.39
	<i>27.48</i>	<i>144.98</i>	<i>(21.30)</i>	<i>52.70</i>
Benefits Paid	(163.31)	(299.57)	(37.80)	(113.78)
	<i>(155.83)</i>	<i>(328.03)</i>	<i>(37.45)</i>	<i>(55.97)</i>
<b>Present Value of DBO at year end</b>	<b>667.12</b>	<b>1,121.44</b>	<b>355.03</b>	<b>217.53</b>
	<i>646.50</i>	<i>1,203.92</i>	<i>345.99</i>	<i>232.00</i>
<b>Changes in Fair Value of Plan Assets</b>				
Plan Assets at commencement	864.99	1,204.32	NA	NA
	<i>1,066.06</i>	<i>1,386.60</i>	<i>NA</i>	<i>NA</i>
Actual Return on Plan Assets	168.21	214.99	NA	NA
	<i>93.53</i>	<i>5.75</i>	<i>NA</i>	<i>NA</i>
Actual Contribution by Company	(135.36)	262.55	37.80	113.78
	<i>(138.77)</i>	<i>140.00</i>	<i>37.45</i>	<i>55.97</i>
Benefits Paid	(163.31)	(299.57)	(37.80)	(113.78)
	<i>(155.83)</i>	<i>(328.03)</i>	<i>(37.45)</i>	<i>(55.97)</i>
<b>Plan Assets at year-end</b>	<b>734.53</b>	<b>1,382.29</b>	<b>NA</b>	<b>NA</b>
	<i>864.99</i>	<i>1,204.32</i>	<i>NA</i>	<i>NA</i>
<b>Actuarial Assumptions</b>				
Discount Rate %	8.25	8.25	8.25	8.25
	<i>8.00</i>	<i>8.00</i>	<i>8.00</i>	<i>8.00</i>
Expected Return on Plan Assets %	8.25	8.25	NA	NA
	<i>8.00</i>	<i>8.00</i>	<i>NA</i>	<i>NA</i>
Salary Escalation %	Nil	5.00	NA	5.00
	<i>Nil</i>	<i>5.00</i>	<i>NA</i>	<i>5.00</i>

Notes : 1. PRMB represents Post Retiral Medical Benefits.

2. Different discount rates used on account of separate plans and on account of different tenures of working lives of employees.

3. Pension and Gratuity Plans are funded while PRMB and leave liability are unfunded.

4. Figures in italics are in respect of the previous year.

5. Investment details of Gratuity fund in respect of certain employees are not available whose contribution is deposited and managed by Life Insurance Corporation of India.

## Schedules to Accounts

## 18. Notes to Balance Sheet and Profit &amp; Loss Account for the year ended March 31, 2010 (Contd.)

## 6. Investment details :

	Pension		Employee Gratuity		Managerial Gratuity	
	% invested 31.03.2010	% invested 31.03.2009	% invested 31.03.2010	% invested 31.03.2009	% invested 31.03.2010	% invested 31.03.2009
Govt. Securities	14.03	14.47	21.39	36.55	1.59	2.10
Special deposits with RBI	9.04	8.69	9.84	13.93	–	–
Corporate Bonds	76.50	76.19	67.33	45.76	97.56	97.05
Cash and Cash Equivalents	0.43	0.65	1.44	3.76	0.85	0.85
	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

## 31. Disclosure in accordance with Accounting Standard (AS) 29

The Company has made provisions towards Sales Tax, Excise and Others in view of the following and details of which are set out below :

- The Company has a present obligation as a result of past events;
- It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- A reliable estimate can be made of the amount of obligation.

Rs. Lakhs

Particulars	Sales Tax	Excise	Others	Total
Carrying amount at year beginning	38.42	514.32	391.18	943.92
Carrying amount at year end	76.38	495.92	354.30	926.60
Provisions made in the year	43.83	11.95	51.58	107.36
Amount used during the year	–	–	–	–
Unused amount reversed during the year	5.87	30.35	88.46	124.68
Nature of Obligation	Disputes with respective authorities at different forum.			
Expected timing of resulting outflow	One to two years.			
Indication of uncertainty about outflows	Management estimates the outcome of the disputes to be unfavourable.			
Major assumptions concerning future event	Demands / Disputes may not be settled in higher forum.			
Amount of any expected reimbursement	NIL			

## 32. Convertible Warrants

The Company had on 17 October, 2007, issued and allotted 45,00,000 Convertible Warrants on preferential basis which were convertible at the sole option of the warrant holders within a period of 18 months from the date of allotment. During the year, an amount of Rs. 261 Lakhs representing the initial amount paid on the allotment of such warrants has been forfeited on the expiry of the time frame to opt for conversion. The amount forfeited has been transferred to Capital Reserve.

## 33. The Company has entered into derivative instruments by way of foreign currency forward contracts against export receivable to hedge the risk associated with fluctuations in exchange rates. Details of outstanding forward contract at the year end are as follows :

As at	No. of Contracts	US\$ Equivalent (Million)	INR Equivalent (Rs.Lakhs)
31.03.2010	6	0.31	147.75
31.03.2009	4	0.26	126.92

Unhedged exposure with respect to receivables as at 31st March 2010 was Rs. 66.22 Lakhs (US\$ 0.15 million) [ 31.03.09 - Rs.117.28 Lakhs (US\$ 0.24 million)] and with respect to amounts payable on account of import of Goods and Services Rs. 525.84 Lakhs (US\$ 1.13 million & JPY 3.87 million)[ 31.03.09 - Rs.116.79 Lakhs (US\$ 0.24 million)].

The above disclosures have been made consequent to an announcement by the Institute of Chartered Accountants of India in December, 2005.

## 34. Information pursuant to the Provisions of Para IV of Schedule VI to the Companies Act, 1956, is attached.

## 35. Previous year's figures have been recast/ restated wherever necessary.

For and on behalf of the Board of Directors

**D. Khaitan**  
Executive Vice-Chairman & Managing Director

**S. Saha**  
Wholetime Director

**T. Punwani**  
Sr. General Manager – Legal & Company Secretary

Kolkata, 30th July, 2010

## Balance Sheet Abstract and Company's General Business Profile

### I. Registration Details

Registration No.   
 Balance Sheet Date  Date  Month  Year  
 State Code

### II. Capital Raised during the year (Amount in Rs. Thousands)

Public Issue   
 Bonus Issue   
 Rights Issue   
 Private Placement

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

Total Liabilities (including Shareholders' Fund)   
 Total Assets (including Miscellaneous Expenditure)   
**Sources of Funds**  
 Paid-Up Capital   
 Secured Loans   
**Application of Funds**  
 Net Fixed Assets   
 Net Current Assets   
 Accumulated Losses   
 Reserves & Surplus   
 Unsecured Loans   
 Investments   
 Misc. Expenditure

### IV. Performance of Company (Amount in Rs. Thousands)

Turnover & Other Income   
 Exceptional Income   
 + - Profit/Loss Before Tax     
 (Please tick appropriate box (+) for Profit / (-) for Loss)  
 + - Earning per share (Basic) in Rs.     
 + - Earning per share (Diluted) in Rs.     
 Total Expenditure   
 Exceptional Expenditure   
 + - Profit/Loss After Tax     
 (Please tick appropriate box (+) for Profit / (-) for Loss)  
 Dividend Rate %

### V. Generic Name of Three Principal Products/Services of the Company (as per monetary terms)

Item Code No. (ITC Code)	<input type="text" value="8"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="6"/> <input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="."/> <input type="text" value="0"/> <input type="text" value="0"/>	Product Description	<input type="text" value="PRIMARY BATTERIES"/>
Item Code No. (ITC Code)	<input type="text" value="8"/> <input type="text" value="5"/> <input type="text" value="1"/> <input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="."/> <input type="text" value="0"/> <input type="text" value="1"/>	Product Description	<input type="text" value="FLASH LIGHTS"/>
Item Code No. (ITC Code)	<input type="text" value="0"/> <input type="text" value="9"/> <input type="text" value="0"/> <input type="text" value="2"/> <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="."/> <input type="text" value="0"/> <input type="text" value="2"/>	Product Description	<input type="text" value="TEA BLACK IN PACKET"/>

For and on behalf of the Board of Directors

**D. Khaitan**  
Executive Vice-Chairman & Managing Director

**S. Saha**  
Wholtime Director

**T. Punwani**  
Sr. General Manager – Legal & Company Secretary

Kolkata, July 30, 2010