

KOTHARI INTERNATIONAL TRADING



Kothari International Trading Limited

16th Annual Report 2010-11

KOTHARI INTERNATIONAL TRADING LIMITED
Kothari Buildings, 115, Mahatma Gandhi Road, Nungambakkam, Chennai – 600 034

NOTICE

Notice is hereby given that the 16th Annual General Meeting of the Members of Kothari International Trading Limited will be held on Wednesday, the 21st September, 2011 at 11.00. a.m. at 'Kothari Building' No.115, Mahatma Gandhi Road, Nungambakkam, Chennai – 600 034 to transact the following business.


Ordinary Business

1. To receive, consider and adopt the Profit & Loss Account of the Company for the year ended March 31, 2011 and the Balance Sheet as at the date together with Director's Report and the Auditor's Report thereon.
2. To appoint a Director in the place of Mr.V.Kalyanasundaram, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration and in this regard to consider and if thought fit to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

Resolved that M/s.Gopalaiyer and Subramanian, Chartered Accountants, Chennai, the retiring Auditors be and are hereby appointed as Auditors of the Company, to hold Office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company on such remuneration as fixed by the Board.

On behalf of the Board
for **Kothari International Trading Limited**

Place: Chennai
Date: July 26, 2011


P.S.Balasubramaniam
Director

Notes:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY SHALL NOT BE ENTITLED TO VOTE EXCEPT ON A POLL. PROXIES SHOULD BE LODGED WITH REGISTERED OFFICE OF THE COMPANY AT ANY TIME NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.**
2. A member or proxy should fill the enclosed attendance slip and deposit the same at the entrance of the meeting hall.
3. Shareholders are requested to bring copies of their Annual Reports, no additional copies will be provided.

REPORT OF THE DIRECTORS TO THE MEMBERS

Your Directors have pleasure in presenting their sixteenth Report together with the audited accounts for the financial year ended March 31, 2011.

The performance highlights of the Company for the year are given below.

Financial Highlights

(Rs. in Thousands)

Particulars	2010-2011	2009-2010
Profit before Depreciation/Tax	(16)	(47)
Gross profit / (Loss)	(2042)	(47)
Depreciation	1	1
Profit / (Loss)	(2043)	(48)
Provision for taxation	Nil	Nil
Net Profit / (Loss)	(2043)	(48)

Review of Operations

During the year under review, the company incurred a net loss of Rs.204 Lakhs and at the end of the year the accumulated losses were Rs.525 Lakhs. No operations were pursued by the company during the year. The company is exploring all possibilities open before it in order to revive and recommence its operations. In view of accumulated losses the company has not declared any dividend.

The Company had availed a Loan from Oman International Bank S.A.O.G for which the Bank had filed a suit before the Debt Recovery Tribunal (DRT), Mumbai. During the year this loan was settled by the Parent Company, Kothari Sugars and Chemicals Limited (KSCL), since they had given guarantee for the Loan. The amount due to KSCL on this count is reflected in the Accounts of this year.

Directors

Mr.V.Kalyanasundaram, Director is retiring by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Public Deposits

The Company has not accepted any public deposit during the year and there was no outstanding public deposit anytime during the year.

Re-appointment of Auditors

The Auditors, M/s.Gopalaiyer & Subramanian, Chartered Accountants, Chennai, retire at the ensuing Annual General Meeting and have confirmed their eligibility to accept Office, if re-appointed.

Statement pursuant to Section 217(1)(e) of the Companies Act, 1956.

Not applicable

Particulars of employees, pursuant to Section 217(2A) of the Companies Act, 1956.

There was no employee in receipt of remuneration in excess of the limit prescribed under section 217(2A) of the Companies Act, 1956.

Directors Responsibility Statement

As required by Section 217(2AA) of the Companies Act, 1956, the Directors hereby confirm:

- a. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and profit of the company for that period;
- c. that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. that they have prepared the Annual Accounts on a going concern basis.

Compliance Certificate


In accordance with the provisions of Section 383A of the Companies Act 1956 and the Companies (Compliance Certificate) Rules 2001, the Company has obtained a certificate from Mr. M. Alagar Samy, Company Secretary in Whole Time Practice confirming that the Company has complied with all the provisions of the Companies Act 1956 for the Financial Year 2010-11 and a copy of such certificate is annexed to this Report.

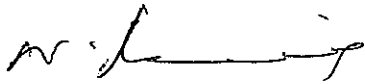
Acknowledgement

The Directors place on record their appreciation for the continued support and co-operation received from all concerned.

On Behalf of the Board
for **Kothari International Trading Limited**

Place: Chennai
Date: July 26, 2011


P.S. Balasubramaniam
Director


N. Rangarajarathinam
Director

COMPLIANCE CERTIFICATE

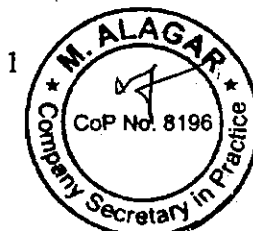
Company Identification No. : U51101TN1995PLC029759
Authorised Capital : Rs. 1,50,00,000
Paid-up Capital : Rs. 1,00,00,000

To

The Members
Kothari International Trading Limited,
'Kothari Building'
No.115, Mahatma Gandhi Salai,
Nungambakkam
Chennai - 600 034.

I have examined the registers, records, books and papers of **M/s. KOTHARI INTERNATIONAL TRADING LIMITED** as required to be maintained under the Companies Act, 1956 and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended **31st March 2011**. In my opinion and to the best of my information and according to the examinations carried out by me and explanation furnished to me by the Company and its Officers, I certify that in respect of the aforesaid financial year

1. The Company has kept and maintained all Registers as stated in **Annexure 'A'** to this Certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has filed the forms and returns as stated in **Annexure 'B'** to this Certificate, with the Registrar of Companies, Regional Directors, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the Rules made there under.
3. The Company being Public Limited Company has the minimum prescribed paid-up capital. The Company has not invited public to subscribe for its shares or debentures; and has not invited or accepted any deposits from persons other than its Members, Directors or their relatives.



4. The Board of Directors duly met **four (4)** times on 22.06.2010, 21.07.2010, 30.12.2010 & 31.03.2011 respectively of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company was not required to close its Register of Members or Debenture holders.
6. The Annual General Meeting of the Company for the financial year ended 31st March 2010 was held on 15.09.2010.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or companies referred to under Section 295 of the Act.
9. The Company has not entered into any contracts falling under Section 297 of the Companies Act, 1956.
10. The Company has made necessary entries in the register maintained under Section 301 of the Companies Act, 1956.
11. As there were no instances falling within purview of Section 314 of the Act, the Company is not required to obtain necessary approvals from the Board of Directors, members and previous approval of the Central Government, as the case may be.
12. The Company has not issued any duplicate share certificate during the financial year.
13.
 - i. There was no allotment of securities and no transfers were lodged during the financial year.
 - ii. The Company has not deposited any amount in a separate bank account as no dividend was declared during the financial year.
 - iii. The Company was not required to post dividend warrants to any member of the Company as no dividend was declared during the financial year.
 - iv. The Company was not required to transfer the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund as there was no such amount outstanding during the financial year under review.
 - v. The Company has complied with the requirements of Section 217 of the Act.



14. The Board of Directors of the company is duly constituted and there was no appointment of additional directors, alternate directors and directors to fill casual vacancies.
15. The Company has not appointed any Managing Director/ Whole-time Director/ Manager and it is not required to appoint one under the Act.
16. The Company has not appointed any sole selling agent during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and / or such authorities prescribed under various provisions of the Act.
18. The Directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no preference shares/debenture issued during the period under review and hence the question of redemption of preference shares/debentures does not arise.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within purview of Section 58A of the Act, during the financial year.
24. The Company has taken unsecured loan from a Company and it is within the borrowing limits in accordance with section 293(1)(d).
25. The Company has not made any loans or advance or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another.
27. The Company has not altered the provisions of Memorandum with respect to the objects of the Company.
28. The Company has not altered the provisions of Memorandum with respect to the name of the Company.



29. The Company has not altered the provisions of Memorandum with respect to the share capital of the Company.
30. The Company has not altered the Articles of Association of the Company.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines/penalties or any other punishment imposed on the Company during the financial year for offences under the Act.
32. The Company has not received any money as security deposits from its employees during the financial year.
33. The Company was not required to constitute a provident fund as per the rules and regulations and therefore the requirement of depositing employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act does not arise.

Place: Chennai
Dated: July 26, 2011



M. Alagar & Associates

M. Alagar
M. Alagar

ANNEXURE A

Registers maintained by the Company

SI.NO	UNDER SECTION	NAME OF THE REGISTER
1	193	Minutes Book
2	150	Register of Members
3	303	Register of Directors
4	307	Register of Directors Shareholding
5	143	Register of Charges
6	301	Register of Contracts
7	372A	Register of Investments



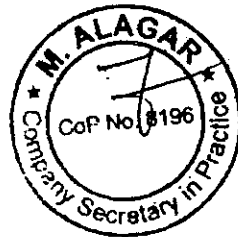
ANNEXURE B

Forms and Returns as filed by the Company with Registrar of Companies, Regional Director, Central Government or other authorities during the Financial Year ended on 31st March, 2011.

Form No.	Description	Date of filing	Whether filed within prescribed time	If delay in filing whether requisite additional fee paid
Form 23AC & ACA	Annual Accounts	07.10.2010	Yes	-
Form 20B	Annual Return	07.10.2010	Yes	-
Form 66	Compliance certificate	01.10.2010	Yes	-

Forms and Returns as filed by the Company with Regional Director during the financial year ended 31st March 2011: Nil

Forms and Returns as filed by the Company with Central Government or other authorities during the financial year ended 31st March 2011: Nil



GOPALAIYER AND SUBRAMANIAN

Chartered Accountants



11, Rajan Street, T.Nagar, Chennai - 600 017. Ph : 42606478, 42606479. Fax : 28345075.
Email : gsche@gopalaiyer.in

AUDITOR'S REPORT TO THE MEMBERS OF KOTHARI INTERNATIONAL TRADING LIMITED

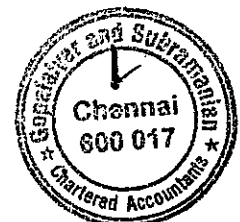
We have audited the attached Balance Sheet of Kothari International Trading Limited, as at March 31, 2011 and also the Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies Auditor's Report Order 2003 issued by the Central Government of India in terms of Sub- Section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure, a Statement of the matters specified in paragraph 4 of the said Order.

Further to our comments in the Annexure referred to above, we report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
2. In our opinion, the company has kept proper books of account as required by law so far as appears from our examination of those books.
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account;
4. In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3c) of section 211 of the companies Act, 1956;
5. On the basis of written representation received from the directors, as on March 31, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2011 from being appointed as director in terms of clause (g) of Sub-section (1) of section 274 of the Companies Act, 1956:



6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(A) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011; and

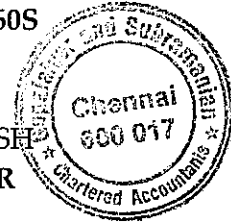
(B) In the case of the Profit and Loss Account, of the Loss for the period ended on that date.

For **GOPALAIYER & SUBRAMANIAN,**
CHARTERED ACCOUNTANTS

FRN 000960S

K.R.Suresh

K.R. SURESH
PARTNER

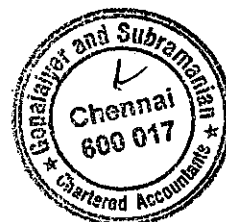


Place : Chennai

Date : 26.07.2011

Annexure to the auditors' report

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed during such verification
- (c) No Fixed Assets were disposed off during the year.
- (ii) (a) Physical verification of Inventory is not applicable, as the company holds no inventories.
- (b) Not applicable as the company holds no inventories.
- (c) Maintenance of records of inventories is not applicable as the company holds no inventories.
- (iii) (a) The company has not granted any Loans, secured or unsecured to Companies, firms or other parties covered in the Register maintained under section 301 of the Act.
- (b) The rate of interest and other terms & conditions being prejudicial to the interest of the company, therefore do not arise
- (c) Does not arise
- (d) Does not arise
- (e) The Company has taken unsecured Loans from Companies, firms or other parties covered in the Register maintained under section 301 of the Act. The number of parties is one and the amount involved is Rs 556.88 Lakhs.
- (f) As per the terms, no interest is payable on this Loan. Thus it is not prejudicial to the interest of the Company.
- (g) No specific repayment term is fixed for the Loan
- (iv) There is an adequate internal control procedure commensurate with the size of the company and the nature of its business.
- (v) (a) There are no transactions that need to be entered in the register required to be maintained in pursuance of sec 301 of the act.
- (b) Not Applicable as there were no transactions covered by (a) above.
- (vi) The company has not accepted any public deposits during the year.



- (vii) The company has an internal audit system commensurate with the size and nature of the business.
- (viii) The company is not required to maintain cost records as per clause (d) of sub- sec (1) of sec 209 of the companies act.
- (ix) (a) The company is generally regular in depositing undisputed statutory dues including Income-tax with the appropriate authorities.
- (b) Not applicable as there are no statutory dues pending.
- (x) The company's accumulated losses as at the end of the financial year are more than fifty percent of its net worth and it has incurred cash losses during the financial year. The company has also incurred cash loss in the immediately preceding financial year.
- (xi) The Company does not have any loan outstanding to Bank or financial institution or debenture holders as at the end of the year and this clause is therefore not applicable .
- (xii) Not applicable as the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures etc.,
- (xiii) Not applicable as the company is not a chit fund company.
- (xiv) Not applicable as the company is not dealing with shares, securities, debentures and other investments.
- (xv) Not applicable as the company has not given any guarantee for loans taken by others.
- (xvi) Not applicable as there are no term loans taken during the year.
- (xvii) Not applicable as the company has not raised any short term loans during the year.
- (xviii) Not applicable since no shares were issued during the year
- (xix) Not applicable since no debentures were issued during the year.
- (xx) Not applicable since no public issues were offered during the year.
- (xxi) No fraud has been noticed on or by the company during the year.

Place : Chennai.
Date : 26.07.2011

For **GOPALAIYER & SUBRAMANIAN,**
CHARTERED ACCOUNTANTS

K.R. Suresh
K.R. SURESH
PARTNER



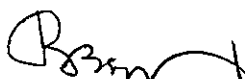
KOTHARI INTERNATIONAL TRADING LIMITED.
Kothari Buildings , 115 Mahatma Gandhi Road, Chennai, 600 034.
BALANCE SHEET AS AT 31st MARCH 2011.

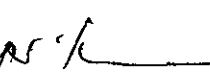
SOURCE OF FUNDS	Schedule	As at	
		31-Mar-11 Rs.p	31-Mar-10 Rs.p
1. Shareholders' Funds			
Share Capital	1	10,000,000.00	10,000,000.00
2. Reserves and Surplus	2	(52,593,167.20)	(32,176,413.73)
3. Unsecured Loans	3	55,688,414.00	18,264,867.00
	TOTAL	13,095,246.80	(3,911,546.73)
APPLICATION OF FUNDS			
1. Fixed Assets	4		
(a) Gross Block		14,576.80	14,576.80
(b) Less: Depreciation		14,076.10	13,153.39
(c) Net Block		500.70	1,423.41
2. Investments	5	155,000.00	155,000.00
3. Current Assets, Loans and Advances			
a. Current Assets	6	22,145,510.31	22,604,913.31
b. Less: Current Liabilities	7	9,205,764.21	26,672,883.45
c. Net Current Assets		12,939,746.10	(4,067,970.14)
	TOTAL	13,095,246.80	(3,911,546.73)
Notes on Accounts	11		


Schedules 1 to 7 and 11 form part of this Balance Sheet.

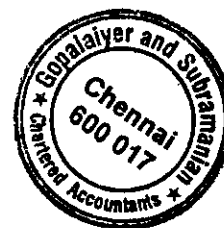
As per our Report attached
For **GOPALAIYER AND SUBRAMANIAN**
Chartered Accountants

Place: Chennai
Date: 26.07.2011


P.S. Balasubramaniam
Director


N. Rangarajarathinam
Director


K.R. Suresh
Partner



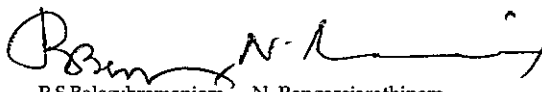
KOTHARI INTERNATIONAL TRADING LIMITED.
Kothari Buildings , 115 Mahatma Gandhi Road, Chennai , 600 034.
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011.


		For the year ended 31-Mar-11 Rs.p	For the year ended 31-Mar-10 Rs.p
Schedule			
INCOME			
Sales	8	1,051,262.50	0.00
Other Income		7359573.50	
	TOTAL	8,410,836.00	0.00
EXPENDITURE			
Finance Charges	9	27,760,043.76	200.00
Administration Expense	10	1,066,623.00	47,239.00
Profit before Depreciation		(20,415,830.76)	(47,439.00)
Depreciation		922.71	922.71
Profit before Tax		(20,416,753.47)	(48,361.71)
Less: Provision for Tax		-	-
Profit after Tax or transferred to Appropriation A/c		(20,416,753.47)	(48,361.71)
APPROPRIATIONS			
Profit / (Loss) transferred from Profit and Loss Account		(20,416,753.47)	(48,361.71)
Less: Provision for taxation		0.00	0.00
Balance Carried to Balance sheet		(20,416,753.47)	(48,361.71)
Notes on Accounts	11		

Schedules 8 to 10 and 11 form part of this Profit and Loss Account.

As per our Report attached
For GOPALAIYER AND SUBRAMANIAN
Chartered Accountants

Place : Chennai
Date: 26.07.2011


P.S. Balasubramaniam N. Rangarajarathinam
Director Director


K.R. Suresh
Partner



Schedules Forming Part of Balance Sheet and Profit and Loss Account

	As at 31-Mar-11 Rs.p	As at 31-Mar-10 Rs.p
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SCHEDULE 1 : SHARE CAPITAL

Authorised

15,00,000 Equity Shares of Rs.10.00 each	<u>15,000,000.00</u>	<u>15,000,000.00</u>
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Issued, Subscribed
and Paid up

10,00,000 Equity Shares of Rs. 10/- each fully Paid up. (9,99,950 Equity Shares are held by M/S. Kothari Sugars and Chemicals Limited, the Holding Company)	<u>10,000,000.00</u>	<u>10,000,000.00</u>
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SCHEDULE 2 : RESERVES AND SURPLUS

As per last year Balance Sheet	(32,176,413.73)	(32,128,052.02)
Add: Transferred from Appropriation Account	(20,416,753.47)	(48,361.71)
	<u>(52,593,167.20)</u>	<u>(32,176,413.73)</u>

SCHEDULE 3 : UNSECURED LOAN

Kothari Sugars Chemicals-OIB Settlement	55,688,414.00	-
a). Oman International Bank- Packing Credit	-	18,264,867.00
	<u>55,688,414.00</u>	<u>18,264,867.00</u>

As at 31-Mar-11 Rs.p	As at 31-Mar-10 Rs.p
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SCHEDULE 5 - INVESTMENTS

Long Term and Non trade (At Cost)

Kothari Petrochemicals Limited (15500 Eq. Shares of Rs. 10/- each)	155,000.00	155,000.00
	<u>155,000.00</u>	<u>155,000.00</u>



SCHEDULE 4 - FIXED ASSETS

(IN RUPEES)

PARTICULARS	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK		
	ORIGINAL COST 01.04.2010	ADDITIONS	DELETIONS	ORIGINAL COST 31.03.2011	AS ON 01.04.2010	FOR THE YEAR	DEDUCTIONS	AS ON 31.03.2011	AS ON 31.03.2010
FURNITURE & FITTINGS	14,576.80	-	-	14,576.80	13,153.39	922.71	-	500.70	1,423.41
TOTAL	14,576.80	-	-	14,576.80	13,153.39	922.71	-	500.70	1,423.41



Schedules Forming Part of Balance Sheet and Profit and Loss Account
SCHEDULE 6 - CURRENT ASSETS, LOANS AND ADVANCES

(A) CURRENT ASSETS

Cash & Bank Balances

(i) Cash on Hand - -

(ii) Balance with Scheduled Banks

in current Accounts 213,979.31 123,382.31

(B) LOANS AND ADVANCES (UNSECURED CONSIDERED GOOD)

Advances recoverable in Cash or in
kind or for value to be received - outstanding 21,408,000.00 21,408,000.00
for > 6 months

Balance with Public Bodies, Income Tax. 519,781.00 519,781.00

Others 3,750.00 553,750.00

22,145,510.31 22,604,913.31

As at As at
31-Mar-11 31-Mar-10
Rs.p Rs.p

SCHEDULE 7 - CURRENT LIABILITIES

(A). LIABILITIES

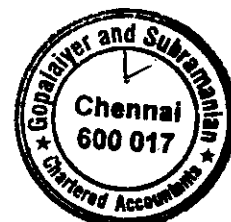
(i). Sundry Creditors 6,977,228.21 6,904,499.21

(ii). Overdraft in current account

(a) Oman International Bank S.A.O.G - 17,573,848.24

(iv). Others 2,228,536.00 2,194,536.00

9,205,764.21 26,672,883.45



Schedules Forming Part of Balance Sheet and Profit and Loss Account

	As at 31-Mar-11 Rs.p	As at 31-Mar-10 Rs.p
SCHEDULE 8 - SALES & Other Income		
Export Sales	1,051,262.50	-
Remission of Principle on One Time Settlement	7,359,573.50	-
	8,410,836.00	-
	As on 31-Mar-11 Rs.p	As on 31-Mar-10 Rs.p
SCHEDULE 9 - FINANCE CHARGES		
Bank Charges	771.50	200.00
Interest on OTS-Oman International Bank	27,759,272.26	-
	27,760,043.76	200.00
SCHEDULE 10. - ADMINISTRATION EXPENSES		
Purchases	1,002,729.00	-
Freight on Export	30,815.00	-
Rates and Taxes	3,230.00	2,040.00
Travelling and Conveyance	-	-
Auditors Remuneration		
(a). Towards Audit	5,515.00	5,515.00
(b). Other Services	-	-
Insurance	-	-
Legal and Professional Fee	6,000.00	37,809.00
Miscellaneous Expenses	11,716.00	1,875.00
Subscription Fees	6,618.00	-
	1,066,623.00	47,239.00

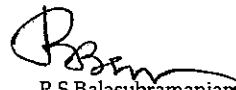


Kothari International Trading Ltd		
Cash Flow Statement Annexed to the Balance Sheet for the period ended 31.3.2011		
		Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before depreciation		(20,416,753.76)
Adjustments for:		
Depreciation		923.00
		-
Operating profit before Working capital changes		(20,415,830.76)
Add :		
Loans and advances	-	
Balance with Public Bodies	-	
Other current assets	550,000.00	
Payables	(17,467,119.24)	(16,917,119.24)
Cash Generation from Operations		(37,332,950.00)
B. CASH FLOW FROM INVESTING ACTIVITIES		-
C. CASH FLOW FROM FINANCING ACTIVITIES		37,423,547.00
Net Increase / (Decrease) in Cash and Cash equivalents		90,597.00
Cash and Cash equivalents at the beginning of the year		123,382.31
Cash and Cash equivalents at the close of the year		213,979.31

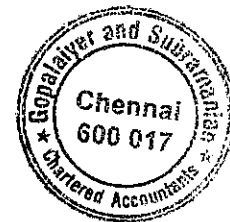
Note: Cash & Cash Equivalents consists of Cash in Hand and at Bank

As per our Report Attached
For GOPALAIYER AND SUBRAMANIAN
Chartered Accountants

Place: Chennai
Date : 26.07.2011


 P.S. Balasubramanian N. Rangarajathinam
 Director Director


 K.R. Suresh
 Partner



SCHEDULE

**INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956.
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I. Registration Details

Registration No. 18-29759	State Code 18
Balance Sheet Date	31.03.2011

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

Public Issue	Rights Issue
--	--
Bonus Issue	Private Placement
--	--

III. Position of Mobilisation and Deployment of Funds

Sources of Funds	Total Liabilities	Total Assets
	13095	13095
	Paid-up Capital	Reserves & Surplus
10000	-52593	
Unsecured Loans	Advance towards Share Capital	
55688	--	

Application of Funds

Net Fixed Assets	Investments
0.5	155
Net Current Assets	Misc. Expenditure
12939	--
Accumulated Losses	
52593	

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

Turnover	Total Expenditure
1051	28827
Profit/Loss before tax	Profit/Loss after tax
(20,416)	(20,416)
Earning per Share in Rs.	Dividend rate %
-	Nil

V. Generic Names of Three Principal Products/Services of Company as per Monetary terms

Item Code No.
(ITC Code)

Product
Description

For GOPALAIYER AND SUBRAMANIAN
Chartered Accountants

P.S. Balasubramaniam *N. Rangarajarathinam* *K.R. Suresh*

Place : Chennai
Date :26.07.2011

P.S. Balasubramaniam N. Rangarajarathinam
DIRECTOR DIRECTOR

K.R. Suresh
Partner



SCHEDULE 11

KOTHARI INTERNATIONAL TRADING LIMITED
NOTES FORMING PART OF THE ACCOUNTS AS AT 31st MARCH 2011

Significant Accounting Policies and Notes

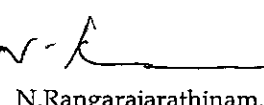
A System of Accounting	Financial Statements are prepared under historical cost convention on accrual concept.
B Depreciation	Depreciation has been provided on Straight line method in accordance with Schedule XIV to the Companies Act 1956.
C Fixed Assets	Fixed Assets are stated at cost of acquisition or construction less depreciation. All costs relating to acquisition and installation are capitalised.

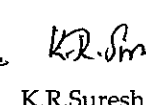
- D. There was a decree against the Company in respect of Company's dues to Oman International Bank S.A.O.G. In terms of the DRT Mumbai order dated 26.08.2010, the dues to the Bank were settled during the year on behalf of the Company by the parent Company Kothari Sugars and Chemicals Limited as the parent Company had guaranteed the loans . The consequential retrospective interest / Remission in Principal have been included as Expenditure and Income retrospectively.
- D. .Expenditure incurred in foreign Currency for traveling Rs. Nil
- E. Expenditure in foreign Currency for purchase of materials Rs. Nil
- F. Earnings in Foreign Currency from Exports Rs. 1051263 (23125 USD)
- G. Accounts have been prepared as per the accounting standards issued by the Institute of Chartered Accountants of India.
- H. On a consideration of the Accounting Standard No. 22, a deferred tax asset has arisen. The Management believes that there is an element of uncertainty with regard to the earning of future taxable income and hence as a prudent measure, the net deferred tax asset has not been recognised in this account.
- I. Accounting Standard No. 28 – in the perception of the Management the value in use is greater than the carrying amount of the Fixed Assets and hence no impairment loss has been provided for.
- J. Confirmation of balances has not been obtained from Debtors, Creditors and Advances and some of the Banks.
- K. Previous year's figures have been regrouped wherever necessary.

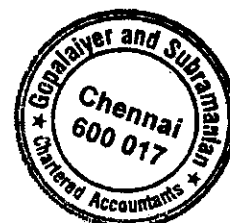
As per our report on even date attached.
For **GOPALAIYER & SUBRAMANIAN**
CHARTERED ACCOUNTANTS.

Place : Chennai
Date : 26.07.2011


P.S. Balasubramaniam.
Director


N.Rangarajarathinam.
Director


K.R.Suresh
Partner



KOTHARI INTERNATIONAL TRADING LIMITED

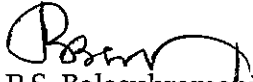
Related party disclosure

Dues by the company

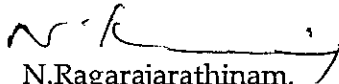
- | | |
|---|--------------------|
| 1. KOTHARI SUGARS AND CHEMICALS LIMITED | RS 6, 12, 39,672/- |
| 2. KOTHARI BIOTECH LIMITED | RS.28, 18,530/- |
| 3. KOTHARI PETROCHEMICALS LIMITES | RS.1, 02,729/- |

As per our report of even date attached

for GOPALAIYER & SUBRAMANAIAN
CHARTERED ACCOUNTANTS



P.S. Balasubramaniam
Director



N.Ragarajathinam.
Director



K.R.Suresh
Partner

Place: Chennai
Date : 26.07.2011

