

BOARD OF DIRECTORS

Shri M.P.Rungta	:	Chairman Cum Managing Director
Shri N.Krishnamurthy	:	Whole-time Director and Joint Managing Director
Ms.Shruti Rungta	:	Executive Director
Shri Tarun Kumar Megotia	:	Executive Director
Shri Devanand Mishra	:	Director
Shri M.P.Kaushik	:	Director
Shri Prakash Kumar Megotia	:	Director
Shri S.K.Poddar	:	Director
Shri Samrat Jain	:	Additional Director
Shri Aditya Ishwardas Rasiwasia	:	Additional Director
Shri Manish Kumar Megotia	:	Additional Director
Shri Vikash Kumar Megotia	:	Additional Director

COMPANY SECRETARY

Ms. Pooja Juneja

AUDITORS

M/s Andros & Co.
Chartered Accountants
304, Mohan Tower,
1-Community Centre
Wazirpur Industrial Area
Delhi- 110052

BANKERS

Allahabad Bank
Industrial Finance Branch
New Delhi- 110001
HDFC Bank Ltd.
Old Rajinder Nagar Mkt.
New Delhi- 110008

REGISTERED OFFICE

101, Pragati Tower,
26, Rajendra Place
New Delhi- 110008

ZONAL OFFICE

Plot No. B-7
Electronic Complex
Kushaiguda,
Hyderabad
Andhra Pradesh

WORKS

UNIT-1
C-165, Industrial Area
Bulandshahar Road,
Ghaziabad (U.P)

UNIT-2
Village Advipolam
Distt. Yanam
Pondicherry- 533464

REGISTRAR & TRANSFER AGENT

M/s Beetal Financial & Computer Services Pvt. Ltd.
Beetal House ,IIIrd Floor ,99,Madangir,
Behind Local Shopping Centre,
Near Dada Harsukhdass Mandir, New Delhi- 110062

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NOTICE

Notice is hereby given that the 29th Annual General Meeting of the Members of **RUNGTA IRRIGATION LIMITED** will be held on Tuesday, the 24th day of September 2013 at 10:00 A.M. at White House Party Palace, B-1/629 , District Centre, Metro Pillar No.- 570, Janakpuri, Delhi-110058 to transact the following business:

Ordinary Business :

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2013 and Profit and Loss Account for the year ended on that date together with the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. S.K. Poddar who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Prakash Kumar Megotia who retires by rotation and, being eligible, offers himself for re-appointment.
4. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:-

“RESOLVED THAT pursuant to the provision of section 224 of the Companies Act, 1956 and other provisions as may be applicable, M/s. Andros & Co., Chartered Accountants, New Delhi, the retiring auditors of the company, be and is hereby re-appointed as the Statutory Auditors of the company, from the conclusion of this meeting upto the conclusion of the next Annual General Meeting of the company.”

“RESOLVED FURTHER THAT the Auditors be paid for the financial year 2013-2014 such remuneration as may be mutually agreed upon between the Board of Directors and the Auditors, plus reimbursement of out-of-pocket, travelling & living expenses.”

Special Business:

5. To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution :

“RESOLVED THAT Mr. Aditya Ishwardas Rasiwasia, who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 2nd April, 2013, and whose period of office expires at the ensuing Annual General Meeting and for the appointment of whom company has received a notice under section 257 of the Companies Act, 1956 be and is hereby appointed as a Director of the company whose period of office will be liable to retire by rotation.”

6. To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution :

“RESOLVED THAT Mr. Samrat Jain, who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 20th July, 2013 and whose period of office expires at the ensuing Annual General Meeting and for the appointment of whom company has received

a notice under section 257 of the Companies Act, 1956 be and is hereby appointed as a Director of the company whose period of office will be liable to retire by rotation.”

7. To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution :

“RESOLVED THAT Mr. Manish Kumar Megotia, who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 2nd August, 2013 and whose period of office expires at the ensuing Annual General Meeting and for the appointment of whom company has received a notice under section 257 of the Companies Act, 1956 be and is hereby appointed as a Director of the company whose period of office will be liable to retire by rotation.”

8. To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution :

“RESOLVED THAT Mr. Vikash Kumar Megotia, who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 2nd August, 2013 and whose period of office expires at the ensuing Annual General Meeting and for the appointment of whom company has received a notice under section 257 of the Companies Act, 1956 be and is hereby appointed as a Director of the company whose period of office will be liable to retire by rotation.”

9. To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution :

“RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, Articles of Association of the Company and as recommended by the Remuneration Committee, Mr. N Krishnamurthy, Joint Managing Director of the Company be and is hereby re-appointed as the joint Managing Director of the Company for a period of five years with effect from 5th August, 2013 to 4th August 2018, subject to approval of shareholders in the forthcoming Annual General Meeting.”

“RESOLVED FURTHER THAT Mr. M P Rungta, Chairman cum Managing Director of the Company, be and is hereby authorised to take all the necessary steps to give effect to the aforesaid Resolution and filing of necessary forms and returns with Registrar of Companies and various other authorities”

10. To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution :-

“RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, Articles of Association of the Company and as recommended by the Remuneration Committee, Mr. Tarun Megotia, Executive Director of the Company be and is hereby re-appointed as the Executive Director of the Company for a period of five years with effect from 5th August, 2013 to 4th August 2018, subject to the approval of shareholders in forthcoming Annual General Meeting.”

“RESOLVED FURTHER THAT Mr. M P Rungta, Chairman cum Managing Director of the

Company, be and is hereby authorised to take all the necessary steps to give effect to the aforesaid Resolution and filing of necessary forms and returns with Registrar of Companies and various other authorities”

11. To consider and, if thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution :-

“RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, Articles of Association of the Company and as recommended by the Remuneration Committee, Ms. Shruti Rungta, Director of the Company be and is hereby re-appointed as the Executive Director of the Company for a period of five years with effect from 5th August, 2013 to 4th August 2018, subject to approval of shareholders in the forthcoming Annual General Meeting .”

“RESOLVED FURTHER THAT Mr. M P Rungta, Chairman cum Managing Director of the Company, be and is hereby authorised to take all the necessary steps to give effect to the aforesaid Resolution and filing of necessary forms and returns with Registrar of Companies and various other authorities”.

12. To consider and ,if thought fit to pass with or without modification(s), the following resolution as a Special Resolution :-

“RESOLVED THAT pursuant to the provisions of Section 17 of the Companies Act,1956 and other applicable provisions ,if any of the Companies Act,1956 and subject to the confirmation of the Registrar of Companies, Delhi and Haryana, the Object Clause of the Memorandum of Association of the Company be and is hereby amended in inclusion of the following new object clause as 14 in the other Objects Clause III (C) of the Memorandum of Association of the company after existing Clause No. 13 :

(14) "To carry on the business of buying, selling, reselling, importing, exporting, transporting, storing, developing, promoting, marketing or supplying, trading, dealing in coal in India or elsewhere .”

“RESOLVED FURTHER THAT Mr. M.P Rungta, Chairman Cum Managing Director of the Company be and is hereby individually authorised to sign and file the application for change in Object Clause name including any other paper or documents as may be required to represent the Company before the Registrar of Companies, Delhi and Haryana, make submission, appoint any professional or any other official of the company to represent the company in the office of Registrar of Companies, Delhi and Haryana, whom they deemed fit and do all acts, deeds and things which are ancillary thereto.”

“RESOLVED FURTHER THAT pursuant to the provisions of Section 149(2A) of the Companies Act, 1956, the consent of the members of the company be and is hereby accorded to carry on the business activities as covered under Clause No. 14 of other object No. III(C) of the Memorandum of Association of the Company and the Board of Directors of the company be and is hereby authorized to take all such effective steps to implement the decision of the members of the company as they may consider appropriate in the interest of the company and to do all such acts, deeds and things from time to time for and on behalf of the Company.

“RESOLVED FURTHER THAT Director of the Company be and is hereby individually authorized to sign and file the application to commence new business activities including any other paper or documents as may be required, to represent the Company before the Registrar of Companies, Delhi and Haryana, make submission, appoint any professional or any other official of the Company to represent the company in the office of Registrar of Companies, Delhi and Haryana whom they deemed fit and do all such acts, deeds and things which are ancillary thereto.”

For and on Behalf of the Board
For **Rungta Irrigation Ltd.**

Sd/-

Date: 9th August, 2013

Place: New Delhi

(M.P. RUNGTA)

Chairman Cum Managing Director

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR COMMENCEMENT OF THE MEETING.
2. Corporate Members intending to send their authorized representatives are requested to send a duly certified copy of the Board Resolution authorizing the representatives to attend and vote at the Annual General Meeting.
3. Members/Proxies attending the meeting are requested to bring the attendance slips duly filled in for attending the Meeting.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 20th September, 2013 to 24th September, 2013 (both days inclusive) for the purpose of the AGM.
5. Members are requested to notify any change in their address/ mandate/ bank details immediately to the share transfer Agent of the Company
6. The relative explanatory statements pursuant to section 173 of the Companies Act, 1956 in respect of the business under Item No .5 to item No.13 above, are annexed hereto.
7. The information required to be provided under the Listing Agreement entered in to by the Company with the Stock Exchanges regarding the Directors proposed to be reappointed is given in the report on Corporate Governance, which is enclosed with the Directors' Report.
8. Equity Shares of the Company are available for dematerialization both with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL).
9. Members desiring any information as regards the Accounts are requested to write to the Company atleast 10 days prior to the date of meeting so as to enable the management to keep the information ready.

Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956

Item No.5:

Mr. Aditya Ishwardas Rasiwasia was appointed as an Additional Director of the company in the Board Meeting held on 2nd April, 2013 to hold office until the date of ensuing Annual General Meeting. A brief of Mr. Aditya Ishwardas Rasiwasia is given in the report on Corporate Governance, which is enclosed with the Directors Report.

The Board is proposing to appoint him as a Director in the ensuing AGM. Accordingly, the resolution are placed before the members for their consideration and approval. The Board recommends the proposed resolutions for adoption in the larger interest of the Company.

The Company has received a notice in writing from a member along with the requisite deposit under Section 257 of the Companies Act, 1956 proposing the candidature in the ensuing AGM.

None of the Directors of the Company except Mr. Aditya Ishwardas Rasiwasia, are in anyway concerned or interested in this resolution.

Item No.6:

Mr. Samrat Jain was appointed as an Additional Director of the company in the Board Meeting held on 20th July, 2013 to hold office until the date of ensuing Annual General Meeting. A brief of Mr. Samrat Jain is given in the report on Corporate Governance, which is enclosed with the Directors Report.

The Board is proposing to appoint him as a Director in the ensuing AGM. Accordingly, the resolution are placed before the members for their consideration and approval. The Board recommends the proposed resolution for adoption in the larger interest of the Company.

The Company has received a notice in writing from a member along with the requisite deposit under Section 257 of the Companies Act, 1956 proposing the candidature in the ensuing AGM.

None of the Directors of the Company except Mr. Samrat Jain are in anyway concerned or interested in this resolution.

Item No.7:

Mr. Manish Kumar Megotia was appointed as an Additional Director of the company in the Board Meeting held on 2nd August, 2013 to hold office until the date of ensuing Annual General Meeting. A brief of Mr. Manish Kumar Megotia is given in the report on Corporate Governance, which is enclosed with the Directors Report.

The Board is proposing to appoint him as a Director in the ensuing AGM. Accordingly, the resolution are placed before the members for their consideration and approval. The Board recommends the proposed resolutions for adoption in the larger interest of the Company.

The Company has received a notice in writing from a member along with the requisite deposit under Section 257 of the Companies Act, 1956 proposing the candidature in the ensuing AGM.

None of the Directors of the Company except Mr. Manish Kumar Megotia, are in anyway concerned or interested in this resolution.

Item No.8:

Mr. Vikash Kumar Megotia was appointed as an Additional Director of the company in the Board Meeting held on 2nd August, 2013 to hold office until the date of ensuing Annual General Meeting. A brief of Mr. Vikash Kumar Megotia is given in the report on Corporate Governance, which is enclosed with the Directors Report.

The Board is proposing to appoint him as a Director in the ensuing AGM. Accordingly, the resolution are placed before the members for their consideration and approval. The Board recommends the proposed resolutions for adoption in the larger interest of the Company.

The Company has received a notice in writing from a member along with the requisite deposit under Section 257 of the Companies Act, 1956 proposing the candidature in the ensuing AGM.

None of the Directors of the Company except Mr. Vikash Kumar Megotia are in anyway concerned or interested in this resolution.

Item No. 9:

The Board of Directors of the Company, on the recommendation of the Remuneration Committee, re-appointed Mr. N Krishnamurthy as a Joint Managing Director of the Company at its Board Meeting held on 3rd August 2013 for a period of five years i.e., from 5th August, 2013 to 4th August, 2018 subject to the approval of the Shareholders in the forthcoming Annual General Meeting.

Earlier Mr. N Krishnamurthy was appointed as a Joint Managing Director of the Company for a period of three years w.e.f. 5th August 2010 at the 26th Annual General Meeting of the Company.

Mr. N Krishnamurthy is a Fellow Member of the Institute of Chartered Accountants of India and the Institute of Company Secretaries of India, besides possessing a Law Degree. He has more than 37 years of vast diversified experience in various fields. He is a man of vision having diversified entrepreneurial skills. He has been associated with the Company since very long and looking after the activities of Southern Zone of the Company.

The appointment of Mr. N Krishnamurthy is subject to the following terms and conditions:

1. Period : 5th August 2013 to 4th August, 2018
2. Designation : Joint Managing Director
3. Remuneration : Basic Salary Rs. 86,900/- per month with increments as may be determined by the Board of Directors of the Company from time to time not exceeding Rs. 1,50,000/-
- 4 Allowances : City Compensatory Allowance of Rs. 53,400/- per month with such increases as may be determined by the Board of Directors of the Company from time to time not exceeding Rs. 1 lakh per month.
5. Perquisites :
 - a. Reimbursement of medical expenses incurred for self and family subject to the ceiling of 1 month salary in a year or 3 months salary over a period of five years.
 - b. Leave travel concession for self and family once in a year incurred in accordance with the rules of

- the Company.
- c. Company's car with driver shall be provided to be used for the Company's business.
 - d. Reimbursement of the expenses incurred on the newspapers, books and periodicals subject to the maximum of Rs. 2,000/- per month.
 - e. Telephone shall be provided at the residence and all rental and expenses except personal long distance calls will be paid by the Company.
 - f. Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together or not taxable under Income Tax Act 1961.
 - g. Gratuity @ not exceeding half a month salary for each completed year of service or part thereof.
 - h. Ex-Gratia/Incentives : If declared, as per Rules of the Company, but not exceeding 20% of the basic salary.

Such perquisites and allowances shall be restricted to 100% of the annual salary.

Your Directors accordingly recommend the Resolution for your approval.

None of the Directors of the Company except Mr. N Krishnamurthy himself are in any way, concerned or interested in this Resolution.

Item No. 10:

The Board of Directors of the Company, on the recommendation of the Remuneration Committee, re-appointed Mr. Tarun Kumar Megotia as the Executive Director of the Company at its Board Meeting held on 3rd August 2013 for a period of five years i.e., from 5th August, 2013 to 4th August, 2018 subject to the approval of the Shareholders in the forthcoming Annual General Meeting.

Earlier Mr. Tarun Kumar Megotia was appointed as a Executive Director of the Company for a period of three years w.e.f. 5th August 2010 at the 26th Annual General Meeting of the Company.

Mr. Tarun Kumar Megotia has been instrumental in the growth and present state of the company and keeping in view his contribution to the organization , Board recommend to appoint him for a further period of five years w.e.f. 5th August, 2013 to 4th August, 2018 pursuant to the provisions of Section 198, 269, 309, Schedule XIII as per the terms and conditions provided in the agreement entered into between Mr. Tarun Kumar Megotia and the Company.

The appointment of Mr. Tarun Kumar Megotia is subject to the following terms and conditions:

1. Period : 5th August 2013 to 4th August 2018
2. Designation : Executive Director
3. Remuneration : Scale of Rs. 20,000/- p.m to Rs. 30,000/- p.m with Authority to the board to fix his salary within the above mention scale from time to time. The annual increment will be on merit basis.

4. Perquisites and Allowances:

- a. Reimbursement of medical expenses incurred for self and family subject to the ceiling of 1 month salary in a year or 3 months salary over a period of five years.
- b. Leave travel concession for self and family once in a year incurred in accordance with the rules of the Company.

- c. Company's car with driver shall be provided to be used for the Company's business.
- d. Other allowances to the tune of Rs. 1,24,000/- per month.
- e. Company's Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together or not taxable under Income Tax Act 1961. Gratuity payable as per the Rules of the Company and encasement of leave at the end of the tenure, shall not be included in the computation of the ceiling on the remuneration or perquisites aforesaid,
- f. Ex-Gratia/Incentives : If declared, as per Rules of the Company, but not exceeding 20% of the basic salary.

Such perquisites and allowances shall be restricted to 100% of the annual salary.

Your Directors accordingly recommend the Resolution for your approval.

None of the Directors of the Company except Mr. Tarun Kumar Megotia himself are in any way, concerned or interested in this Resolution.

Item no. 11:

The Board of Directors of the Company, on the recommendation of the Remuneration Committee, appointed Ms. Shruti Rungta as the Executive Director of the Company at it's Board Meeting held on 3rd August 2013 for a period of five years i.e., from 5th August 2013 to 4th August, 2018. Board opined that Ms. Shruti Rungta has been instrumental in the growth and present state of the company and keeping in view her contribution to the organization, Board recommend to appoint her for a period of 5 (five) years w.e.f 05th August 2013 to 04th August 2018 pursuant to the provisions of Section 198, 269, 309, Schedule XIII subject to the approval of the Shareholders in the forthcoming Annual General Meeting.

The appointment of Ms. Shruti Rungta is subject to the following terms and conditions:

- 1. Period : 05th August 2013 to 04th August, 2018
- 2. Designation : Executive Director
- 3. Remuneration : Scale of Rs. 10,000/- p.m to Rs. 15,000/- p.m with Authority to the board to fix her salary within the above mention scale from time to time. The annual increment will be on merit basis.

4. Perquisites and Allowances:

- a Leave travel concession for self and family once in a year incurred in accordance with the rules of the Company.
- b Company's car with driver shall be provided to be used for the Company's business.
- c Other cash allowances upto the limit of Rs. 9,900/- per month.
- d Company's Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together or not taxable under Income Tax Act 1961. Gratuity

payable as per the Rules of the Company and encashment of leave at the end of the tenure, shall not be included in the computation of the ceiling on the remuneration or perquisites aforesaid,

None of the Directors of the Company except Ms. Shruti Rungta herself, Mr. M.P Rungta and Ms. Priya Rungta are in any way, concerned or interested in this resolution.

Item no. 12:

The Company plans to deal in trading of coal and other allied activities. The Directors believe that the amendment in object clause by inserting new clause no. 14 after the existing clause no. 13 in the Other Object Clause III (C) of the Memorandum of Association of the Company, shall empower the company to enter into the new business field.

The resolution as proposed is recommended for approval. None of the Directors are concerned or interested in the proposed resolution except to the extent that they hold any shares in the Company.

Keeping in view the amendment made in the Object Clause of the Memorandum of Association of the Company, it is necessary for the members to give their consent to the Company under Section 149 (2A) by way of Special Resolution for commencing the business as set out in the new inserted Clause no.14.

In order to validate the commencement of new business, the company is required to obtain the approval of members by way of Special Resolution.

Your directors recommend to pass necessary resolution as set out in resolution no. 12 of the Notice as Special Resolution. None of the Directors are concerned or interested in the proposed resolution except to the extent that they hold any shares in the Company.

For and on Behalf of the Board

For **Rungta Irrigation Ltd.**

Date: 9th August, 2013
Place: New Delhi

Sd/-
(M.P. Rungta)
Chairman Cum Managing Director

DIRECTORS' REPORT**Dear Members**

Your Directors have pleasure in presenting the Twenty Ninth Annual Report of your Company together with the Audited Annual Accounts for the financial year ended 31st March, 2013.

Review of Performance

The Financial Results of the Company of the year ended 31st March 2013 are summarized below:

(Amount in Rs. Lacs)

Particulars	Financial Year Ended	
	31 st March, 2013	31 st March, 2012
Sales and other Income	6439.58	8223.12
Profit / Loss (before Dep. & Tax)	295.08	318.89
Description	153.49	157.88
Profit before Tax	141.59	161.01
Less : Provision for Tax	53.05	55.40
Add / (Less) : Provision of Tax For Earlier Years	-	-
Add / (Less) : Deferred Tax Liability (Net)	08.79	04.64
Profit After Tax	97.33	110.25
Prior Period Adjustment	00.30	00.79
Net Profit	97.63	111.04

Year in Retrospect

The Sales turnover for the year under review was **Rs. 6439.58 lacs** as compared to **Rs. 8223.12 lacs** for the previous year. The Company was able to earn a profit after tax for the year under review is **Rs. 97.63 lacs** as against a profit of **Rs. 111.04 lacs** for the previous year.

The detailed Management Discussion & Analysis Report is attached hereto with the Director's Report and should be read as part of this Director's Report.

Material Changes etc.

Save as mentioned elsewhere in this Report, no material changes and commitments affecting the financial position of the Company has occurred between the end of the financial year of the Company 31st March, 2013 and the date of this Report.

Dividend

The Board of Directors of your Company has decided to retain and plough back the profits into the business of the Company, thus no dividend is being recommended for this year.

Corporate Governance

A Report on Corporate Governance is attached as a part of this Directors Report along with the Auditors' Certificate on compliance of Clause 49 of the Listing Agreement.

Public Deposits

During the year under report, your Company did not accept any deposits from the public in terms of the provisions of section 58A of the Companies Act, 1956.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

- a. **Conservation of Energy:** The Company is continuously making sincere efforts towards conservation of energy. Information as required under Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in **Annexure A**, forming part of this report.
- b. **Technology Absorption:** The Company is taking care of latest developments and advancements in technology and all steps are being taken to adopt the same.

c. **Foreign Exchange Earnings and Outgo:**

	(Amount in Rs. Lacs)	
	2012 - 2013	2011 - 2012
Total Foreign Exchange Inflow	136.77	181.57
Total Foreign Exchange outflow	0.329	0.34

Particulars of Employees

During the financial year under review, none of the Company's employees was in receipt of remuneration as prescribed under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, and hence no particulars are required to be disclosed in this Report.

Directors

After the last Annual General Meeting Mr. Aditya Ishwardas Rasiwasia (w.e.f 2nd April 2013) and Mr. Samrat Jain(w.e.f 20th July 2013) was appointed as an Additional Director. However, due to some preoccupation, Mr.Manish Kumar Megotia, Mr. Vikash Kumar Megotia who had resigned from the Directorship of the Company with effect from 2nd April 2013 respectively were reappointed as Additional Director by the Board on 2nd August 2013.

The appointment of above Additional Director as Director of the Company is placed before the members for consideration.

However ,due to some preoccupation, Ms. Priya Rungta had resigned from the Directorship of the Company with effect from 20th July 2013 respectively.

Mr. N. Krishnamurthy, Joint Managing Director and Mr. Tarun Kumar Megotia, Executive Director was reappointed as Joint Managing Director and Executive Director respectively in Board Meeting held on 3rd August 2013, whereas Ms. Shruti Rungta was appointed as Executive Director in Board Meeting held on 3rd August 2013 subject to approval of shareholders in ensuing Annual General Meeting..

In accordance with the provisions of the Companies Act, 1956 and Articles of Association of the Company, Mr. S.K. Poddar and Mr. Prakash Kumar Megotia are liable to retire by rotation and being eligible offer themselves for re-appointment. Board recommends their re-appointment.

Auditors

M/s Andros & Co., Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. A certificate under section 224(1B) of the Companies Act, 1956, regarding their eligibility for the proposed re-appointment, has been obtained from them. Your Directors recommend their re-appointment.

Auditors' Report

Information and Explanation on remarks on the Auditors Report

1. Regarding Non redemption of Cumulative Redeemable Preference Shares subscribed by IDBI Bank Ltd., Now the issue with IDBI Bank Ltd. has been resolved under one time settlement scheme. Company has paid all dues in this respect and has not defaulted in repayment of dues in respect of any Bank or Financial Institutions.

Director's Responsibility Statement

In terms of the provisions of section 217(2AA) of the Companies Act, 1956, and to the best of their knowledge and belief and according to the information and explanations obtained by them and save as mentioned elsewhere in this Report, the attached Annual Accounts and the Auditors' Report thereon, your Directors confirm that:

- a. in preparation of the annual accounts, the applicable accounting standards have been followed;
- b. the Directors 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 as at 31st March, 2013 and of the profit of the Company for the year ended on that date;
- c. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d. the Directors have prepared the Annual Accounts on a going concern basis.

Stock Exchange Listing

The shares of the Company are listed on the Bombay Stock Exchange, Calcutta Stock Exchange and Delhi Stock Exchange.

The Company has already made an application for de-listing its equity shares from Delhi Stock exchange and Calcutta Stock Exchange.

Acknowledgement

Your Directors take this opportunity to place on record their sincere appreciation for the co operation and assistance the Company has received from Banks and various Government Departments. The Board also places on record its appreciation of the devoted services of the employees, support and co-operation extended by the valued business associates and the continuous patronage of the customers of the Company.

For and on Behalf of the Board
For Rungta Irrigation Ltd.

Date: 9th August, 2013
Place: New Delhi

Sd/
(M.P. RUNGTA)
Chairman Cum Managing Director

Annexure

Form – A

Form for disclosure of particulars with respect to conservation of energy

A. Power and fuel consumption

1. <u>Electricity</u>	<u>Current Year</u>	<u>Previous Year</u>
(a) Purchased Unit	2289257	2737940
Total amount	Rs 12990017	Rs 14258761
Rate/Unit	Rs. 5.67	Rs.5.21
(b) Own generation		
(i) Through diesel generator		
Units	246601	222514
Unit per-ltr. Of diesel oil	6.04	3.19
Cost/unit	Rs. 7.30	Rs. 12.53

B. Consumption per unit of production

1. <u>Electricity</u>	<u>Current Year</u>	<u>Previous Year</u>
Electricity	0.76 per kg	0.460 per Kg

REPORT ON CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement a Report on Corporate Governance is given below:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Our Corporate Governance is based on the principles of integrity, fairness, equity, transparency, accountability and commitment to values. Good governance practices stem from the culture and mindset of the organization. As stakeholders across the country evince keen interest in the practices and performance of companies, Corporate Governance has emerged on the centre stage. Over the years, governance processes and systems have been strengthened at our end. In addition to complying with the statutory requirements, effective governance systems and practices towards improving transparency, disclosures, internal controls and promotion of ethics at work-place have been institutionalized. The company recognizes that good Corporate Governance is a continuing exercise and reiterates its commitment to pursue highest standards of Corporate Governance in the overall interest of all the stakeholders.

The Company is conscious of its responsibility as a good corporate citizen. The company values transparency, professionalism and accountability.

2. BOARD OF DIRECTORS

THE COMPOSITION OF THE BOARD

The current policy is to have an appropriate mix of Executive and Independent Directors to maintain the independence of the Board, and to separate the Board functions of governance and management. The Board has an optimum combination of Executive, Non Executive and Independent Directors. As on 31st March 2013, the Company has total 11 directors on the Board, out of which 3 are Executive Directors; 1 are Non Executive Director and 6 are Independent Directors with Executive Chairman.

ATTENDANCE AT THE BOARD MEETING, LAST ANNUAL GENERAL MEETING AND NUMBER OF OTHER DIRECTORSHIPS AND CHAIRMANSHIPS/MEMBERSHIPS OF COMMITTEES OF EACH DIRECTOR IN VARIOUS COMPANIES.

Membership and Chairmanship of all directors who are on various Committees, the composition of the Board and the number of outside Directorship and Committee position as held by each of the Directors as on 31.03.2013 is as follows:-

Name of Director	Category	Attendance at the Board Meeting During the F.Y. 2012-2013	Attendance at the Last AGM	As on 31-03-2013		
				No. of Directorship in Other Public Co.	Committee Membership in Other Companies	Chairman in Committees in Which they are Members
Mr. M.P. Rungta Chairman & Managing Director	Promoter & Executive	10	Yes	Nil	Nil	Nil
Mr. N. Krishanmurthy Joint Managing Director	Executive & Professional	01	No	Nil	Nil	Nil
Mr. Prakash Kumar Megotia Director	Independent	02	No	Nil	Nil	Nil
Mr. Devanand Mishra Director	Independent	03	No	Nil	Nil	Nil
Mr. Tarun Megotia Executive Director	Executive	10	No	Nil	Nil	Nil
Mr. Manish Kr. Megotia Director	Independent	02	No	Nil	Nil	Nil
Mr. Vikash Kr. Megotia Director	Independent	02	No	Nil	Nil	Nil
Mr. M.p. Kaushik Director	Independent	05	No	Nil	Nil	Nil
Mr. S.k. Poddar Director	Independent	05	No	Nil	Nil	Nil
Ms. Priya Rungta Director	Promoter & Non Executive	10	Yes	Nil	Nil	Nil
Ms. Shruti Rungta Director	Promoter & Executive	10	Yes	Nil	Nil	Nil

During the Financial Year 2012-2013, Ten (10) meetings of the Board of Directors were held on 10-05-2012, 28-05-2012, 24-07-2012, 30-07-2012 (3.00P.M), 30-07-2012 (5.00 P.M), 29-08-2012, 26-10-2012, 26-12-2012, 02-01-2013, 07-02-2013.

Ms. Shruti Rungta and Ms. Priya Rungta are sisters. Further, Mr. M.P. Rungta is father of Ms. Shruti Rungta and Ms Priya Rungta.

Except the above, there are no inter-se relationships among the directors.

Disclosure Regarding Appointment & Re-appointment of Directors in the ensuing AGM

Mr. S.K Poddar and Mr. Prakash Kumar Megotia are liable to retire by rotation in the ensuing AGM and being eligible offered themselves for re-appointment.

	Mr. S.K. Poddar	Mr. Prakash Kumar Megotia
DIN	00992376	01130661
Father's Name	Late Shri Rameshwara Lal Poddar	Shri Gopal Prasad Goyal
Date Of Birth	17.11.1940	02.08.1984
Address	R- 3C. Belair Apartment, Main Road, Ranchi- 1, Jharkhand	707, Jeevandeep, Opp. J.K. Tower, Ring Road, Surat, 395002 Gujarat, India
Designation	Director	Director
Education	B.com, B.L	B.E
Companies in which hold Directorship	Nil	Nil
Companies in which holds Membership of Committees	Nil	Nil
Shareholding in the Company (no. & %)	Nil	Nil

Mr. Aditya Ishwardas Rasiwasia (w.e.f 2nd April 2013), Mr. Samrat Jain (w.ef 20th July 2013) and Mr. Manish Kumar Megotia and Mr. Vikash Kumar Megotia (w.e.f 2nd August 2013) was appointed as an Additional Director by the Board of Directors in the respective Board meetings .Brief Particulars of them are as follows:

	Mr. Aditya Ishwardas Rasiwasia	Mr. Samrat Jain	Mr. Manish Kumar Megotia	Mr. Vikash Kumar Megotia
DIN	01106283	00060082	02846102	03169745
Father's Name	Mr. Ishwardas Laxmi Chand Rasiwasia	Mr. Pradeep Kumar Jain	Mr. Gopal Prasad Goyal	Mr. Gopal Prasad Goyal
Date of Birth	01.01.1980	10.11.1981	14.01.1982	07.02.1986
Address	B/6, Darya Mahal, 80, Nepeansea Road, Mumbai, 400006, Maharashtra, India	207, Raipur Road, Civil Lines, Delhi-110054	A/1, Pallavi Apt-cpp Rundh Jakatnaka Dumas Road, Piplod, Surat-395007 Gujarat	1/B, Pallavi Apt-Dumas Road, Piplod, Surat-395007 Gujarat
Designation	Additional Director	Additional Director	Additional Director	Additional Director
Education	B.com, MBA	BBA	B.Com	B.Com
Experience	12 Years	7 Years	5 Years	3 Years
Companies in which holds Directorship	Chandri Paper and Allied Products Pvt. Ltd., Swadeshi Marketing Pvt. Ltd., Krishna Wax Private Limited	DBS Building Product Pvt. Ltd., ALJAIN Overseas Pvt. Ltd.	Nil	Nil
Companies in which holds Membership of Committees	Nil	Nil	Nil	Nil
Shareholding in the Company (no. & %)	Nil	Nil	Nil	Nil

3. AUDIT COMMITTEE

(a) Terms of Reference

The Audit Committee has been constituted as per provisions of Section 292A of the Companies Act, 1956 and under Clause 49 of the Listing Agreements with the Stock Exchange. The scope of activities

and powers of the Audit Committee includes the areas prescribed under the Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956. The Audit Committee is responsible for effective supervision of the financial reporting process, ensuring financial and accounting controls and compliance with financial policies of the Company.

(b) Composition

The composition of Audit Committee of the Company as on 31st March, 2013 comprises of three Non Executive Directors i.e. Mr. M.P Kaushik – Chairman, Mr. Devanand Mishra and Mr. S.K Poddar as the Members of the Committee. The Company Secretary acts as the Secretary to the Committee.

(c) Attendance

The Committee met Four (4) times during the Financial Year 2012-2013 on the following dates 10-05-2012, 30-07-2012, 26-10-2012 and 07-02-2013. Details of attendance of Directors in the Audit Committee meeting are as under:

Name of the Director	Category	Attendance at the Audit Committee Meeting
Mr. M.P. Kaushik Chairman	Non Executive Independent Director	4 (4)
Mr. Devanand Mishra	Non Executive Independent Director	3 (4)
Mr. S.K. Poddar	Non Executive Independent Director	4 (4)

4. REMUNERATION COMMITTEE

(a) Composition & Terms of Reference

The Remuneration Committee was constituted to approve the remuneration payable to Managing Director and Whole time Director/ Executive Director of the Company within the range approved by shareholders. Thus the Committee shall have the meetings as and when so required.

The Committee met twice during the Financial Year 2012-2013 on 30-07-2012, 26-10-2012. Details of attendance of Directors in the Remuneration Committee meeting are as under:

Name of the Director	Category	Attendance at the Remuneration Committee Meeting
Mr. Devanand Mishra - Chairman	Non Executive Independent Director	2 (2)
Mr. M.P. Kaushik	Non Executive Independent Director	2 (2)
Mr. S.K. Poddar	Non Executive Independent Director	2 (2)

b) Remuneration Policy of the Company

The Company pays remuneration to its Managing Director, Whole Time Director and to Executive Director by way of salary, perquisites and allowances (a fixed component) within the range approved by the members as per the provisions of the Companies Act, 1956. Independent Directors are also entitled for the sitting fee for attending Board/ Committee Meeting.

c) Details of the Directors' Remuneration for the financial year ended 31st March, 2013

Name	Salary (Rs.)	Perks (Rs.)	Commission (Rs.)	Sitting Fees (Rs.)	Total (Rs.)	No. of Shares Held
Shri M.P. Rungta	7,20,000	86,400	-	-	8,06,400	7,75,100
Shri N. Krishnamurthy	11,99,600	3,17,197	-	-	15,16,797	Nil
Ms. Shruti Rungta	2,38,800	0	-	-	2,38,800	Nil
Shri Tarun Kumar Megotia	4,79,400	70,748	-	-	5,50,148	Nil

5. SHAREHOLDERS'/INVESTORS GRIEVANCE COMMITTEE

- (i) In compliance with the requirement of the Corporate Governance under the Listing Agreement with the Stock Exchange, the Company has constituted an "Investors Grievance Committee" to look into redressal of shareholders and investors grievances.
- (ii) Composition: Mr. M.P. Rungta, Chairman Cum Managing Director of the Company, is the Chairman of the Committee.

Name of the Director	Category	Designation
Mr. M.P. Rungta	Promoter & Executive	Chairman
Mr. Tarun Kumar Megotia	Executive	Member
Ms. Priya Rungta	Non Executive	Member

- (iii) Mr. M. P. Rungta is the Compliance Officer of the Company for this purpose of Clause 47 of the Listing Agreements to look after the compliances under the Listing Agreement and other SEBI Rules & Regulations etc.
- (iv) During the year under review, Company has received **NIL** complaints at the end of the financial year 31st March, 2013.

6. GENERAL BODY MEETINGS

Particulars of past three Annual General Meetings of the Company:

Year	Date	Venue	Time
2010	30.09.2010	Abhiruchi Banquet, D- 414, Sector- 7, Ramphal Chowk, Dwarka, New Delhi- 110075	10.00 A.M.
2011	15.09.2011	White House Party Palace, B- 1/629, District Centre, Metro Pillar No.- 570, Janakpuri, Delhi- 110058	10.00 A.M.
2012	24.09.2012	Tivoli Garden Resort Hotel, Chhattarpur Hills, Mehrauli, New Delhi- 110074	03.00 P.M.

Special Resolution passed in last three Annual General Meeting of the Company :

I. At the 26th AGM held on 30th September, 2010 –

- a) Appointment of New Auditors
- b) Appointment of Mr. Tarun Kumar Megotia as Executive Director of the Company.

II. At the 27th AGM held on 15th September, 2011 –

- a) Re-appointment of Auditors.

III. At the 28th AGM held on 24th September, 2012-

- a) Re-appointment of Auditors.

No resolution was put to vote through postal ballot in the last Annual General Meeting. At the ensuing Annual General Meeting, there is no resolution proposed to be passed through postal ballot.

7. DISCLOSURES

(a) Related Party Transactions

There are no materially significant related party transactions with its Promoters, the Directors or the Management, their Subsidiaries or Relatives etc., which may have potential conflict with the interest of the company at large. The details of transactions with related parties are disclosed in the annual accounts.

(b) Disclosure on materially significant related party transactions

There were no materially significant related party transactions during the Financial year 2012-2013, that may have potential conflict with the interest at large. The details of the related party transaction as per Accounting Standard -18 forms part of notes to the account.

(c) Disclosure of accounting treatment

The company follows accounting standards issued by the Institute of Chartered Accountants of India and in the preparation of financial statement, the company has not adopted a treatment different from the prescribed in any accounting standard.

(d) Board disclosures-Risk Management.

The risk assessment and minimization procedures are in place and the audit committee of the Board is regularly informed about the business risks and the steps taken to mitigate the same.

(e) Management discussion and analysis report..

The management discussion and analysis report has been provided as annexure of the Directors Report.

(f) Certification from Managing Director and Chief Financial Officer of the company.

The requisite certification from Shri M.P. Rungta, Chairman Cum Managing Director and Mr. Bajrang Singh Shekhawat, General Manager (Finance) of the company for the Financial Year 2012-2013 required to be given under Clause 49(v) was placed before the Board of Directors of the company and Board Meeting held on 9th August 2013. A copy thereof is reproduced in this report

(g) Details of non-compliance with regard to capital market.

With regard to the matter related to capital market, the company has complied with all requirements of the Listing Agreement as well as the SEBI Regulations and Guidelines. No penalties were imposed or strictures passed against the company by the Stock Exchanges, SEBI or any other authorities during the last three years in this regard. The company has paid listing fees to the Bombay Stock Exchanges and Annual Custodial Fees to the depositories for the financial year 2013-2014, in terms of Clause 38 of the Listing Agreement. There were no penalties imposed nor strictures passed on the company whether stock Exchange, SEBI or any other statutory authorities on any matter related to capital market, during last three years.

(h) Details of compliance with mandatory requirement and adoption of non-mandatory requirements of Clause 49 of the Listing Agreements.

The company has complied with all the mandatory requirements as mandated under clause 49 of the Listing Agreement. A certificate from the statutory auditors of the company to this effect has been included in this report. Besides mandatory requirement, the company has constituted a remuneration committee to consider and recommend the remuneration of the executive directors and administration. No personnel has been denied access to Audit Committee.

8. MEANS OF COMMUNICATION:

The financial results of each quarter are placed before the Board of Directors and the same were published in Financial Express (English) & Haribhoomi (Hindi) for each Quarter of financial Year ended 31st March, 2013.

9. GENERAL SHAREHOLDERS INFORMATION

i) Annual General Meeting

Day & Date	Time	Venue
Tuesday, The 24 th day of September 2013	10.00 am	White House Party Palace, B-1/629, District Centre, Metro Pillar no.-570 New Delhi-110058

ii) Financial Calendar- 1st April, 2013 to 31st March, 2014

Events	Tentative Time Frame
Financial Reporting for the first quarter ended 30 June, 2013	First week of August, 2013
Financial Reporting for the second quarter ending 30 September, 2013	First week of November, 2013
Financial Reporting for the third quarter ending 31 December, 2013	First week of February, 2014
Financial Reporting for the fourth quarter ending 31 March, 2014	First week of May, 2014

iii) Dates of Book Closure 20th September 2013 to
24th September 2013
(Both days inclusive)

iv) Dividend Payment Date Not applicable

v) Listing on Stock Exchanges: The Shares of the Company are listed on the Bombay Stock Exchange, Calcutta Stock Exchange and Delhi Stock Exchange. However, company has applied for delisting from Delhi Stock exchange and Calcutta Stock Exchange.

vi) BSE Stock Code/ Symbol: 530449

Demat ISIN in NSDL and CDSL for equity shares: INE34701013.

Market Price Data

The Bombay Stock Exchange		
Month	High	Low
April, 2012	21.45	18.10
May, 2012	20.75	16.35
June, 2012	19.60	15.65
July, 2012	21.45	15.00
August, 2012	17.30	14.30
September, 2012	20.60	16.00
October, 2012	17.70	13.40
November, 2012	17.50	13.15
December, 2012	18.55	14.50
January, 2013	22.20	13.85
February, 2013	21.45	19.00
March, 2013	21.00	21.00

vii) Registrar and Share Transfer Agent & Share Transfer System

M/s. Beetal Financial & Computer Services Private Limited is the Registrar and Share Transfer Agent for the shares of the Company in both physical as well as electronic modes. The Company has authorized the Registrar and Transfer Agent to approve and execute transfer and transmission of shares. All correspondence with regard to share transfers and matters related therewith may directly be addressed to the Registrar and Share Transfer Agents at the address given below:

Particulars	Beetal Financial & Computer Services Private Limited
Contact Person	Mr. Punit Mittal
Address	Beetal House, IIIrd Floor, 99 Madangir, Behind Local Shopping Centre, Near Dada Harsukhdass Mandir, New Delhi- 110062
Phone Nos.	29961281 & 29961282
Email ID	beetalrta@gmail.com

viii) Distribution of Shareholding as on 31st March 2013:

Slab of Share holding (Rs.)	No. of Shareholders	% of Shareholders	Amount in Rs.	% of Shareholders
0 - 5000	1985	87.99	3233430	3.6511
5001 - 10000	67	2.97	516890	0.5837
10001 - 20000	50	2.22	758900	0.8569
20001 - 30000	40	1.77	1055390	1.1917
30001 - 40000	39	1.73	1340890	1.5141
40001 - 50000	9	0.40	413000	0.4663
50001 - 100000	12	0.53	850520	0.9604
100001 and above	54	2.39	80391980	90.7758

ix) Categories of Shareholders as per Clause 35 of the Listing Agreement

Category	No. of Shareholders	% of Shares	Total
Promoters	41	38.313	3393000
Mutual Funds	1	0.750	66400
Banks & Financial Institutions	1	0.270	23933
Insurance Companies	0	0	0
FII	0	0	0
Bodies Corporate	67	51.024	4518702
Individuals	2122	8.957	793303
NRI & OCB	10	0.121	10762
Others	1	0.565	50000

x) Dematerialization of shares and liquidity:

As on 31st March, 2013 a total of **1397650 shares** of the company, which forms **15.78%** of Company's Share Capital stands in dematerialized form. The company has entered into agreements with National Security Depository Limited (NSDL) and Central Depository Services Limited (CDSL) for this purpose. The Company's shares are regularly traded on the Bombay Stock Exchange.

xi) Plant Locations:

UNIT-1

C-165, Industrial Area,
Bulandshehar Road,
Ghaziabad (U.P.).

UNIT-2

Village Advipolam,
Distt. Yanam,
Pondichery.

xii) Address for Correspondence:

The shareholders may send their grievances/ queries to the Registrar and Share Transfer Agents at their Address mentioned above or to the Company at:

- | | |
|--|---|
| 1. Secretarial Department
Rungta Irrigation Limited,
101, Pragati Tower, 26, Rajendra
Place, New Delhi-110008
e-mail: cs@rungtairrigation.in | 2. M/s. Beetal Financial & Computer Services Pvt.Ltd.,
Beetal House, 3 rd Floor,99, Madangir, Behind Local
Shopping Centre,Near Dada Harsukhdas Mandir,
New Delhi-110062.
e-mail:beetalrta@gmail.com |
|--|---|

UNCLAIMED DIVIDENDS

The unclaimed dividend for the financial years 1996-1997 to 1999-2000, except where the claim is under dispute or kept in abeyance amounting to Rs. 9,89,450/- has been transferred to the Investors Education and Protection Fund (IEPF) within the stipulated time.

10. Non-Mandatory Requirements:

The Company at present has not adopted the non-mandatory requirements in regards to sending of half-yearly financial performance to the shareholder's at their residence. Postal Ballots as required by the Companies Act will be followed by the company.

CEO AND CFO CERTIFICATION

We, M.P. Rungta, Chairman cum Managing Director and Mr. Bajrang Singh Shekhawat, General Manager (Finance) of the company, responsible for the finance function certify that:

- a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2013 and to the best of our knowledge and belief, We confirm that:
- (i) these statements do not contain any materially untrue statement or omission of any material fact or contain statement that might be misleading.
 - (ii) these statements together present a true fair view of the Company's affairs and are in compliance with applicable Accounting Standards, applicable laws and regulations.

- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2013 are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting. Deficiency in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- d) (i) There has not been any significant change in internal control over financial reporting during the year under reference;
- (ii) There has not been any significant change in the accounting policies during the year under reference;
- (iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

For RUNGTA IRRIGATION LIMITED

**Sd/-
(M.P. RUNGTA)
CHAIRMAN CUM
MANAGING DIRECTOR**

**Sd/-
(BAJRANG SINGH SHEKHAWAT)
GENERAL MANAGER
(FINANCE)**

**Date : 9th August, 2013
Place : New Delhi.**

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of Rungta Irrigation Limited

We have examined the compliance of condition of Corporate Governance by Rungta Irrigation Ltd. for the year ended 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchange.

The compliance of condition of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the condition of Corporate Governance, as stipulated in the above mentioned Listing Agreement.

We further state that such compliance is neither an assurance as to future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For and on behalf of
Andros & Co.
Chartered Accountants
Regd. No. 008976N

Sd/-
Brij Bhushan Garg
Partner
Membership No.084865

Place : New Delhi
Date : 9th August, 2013

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Industry overview:

The financial year 2012-2013 started with a bleak mindset on global economy but afterward it progressed in a positive direction in comparison to the last year. The year under review was expected to face the force of the economic crises. However, the Indian Economy displayed a remarkable resilience and has almost bounced back from the after effects of the recent global melt-down.

There has been a increasing demand impacting both, exports as well domestic consumption. However, the Indian Economy continues to grow robustly. This is evident from increase demand in steel, cement and other sectors. There has been stress on the development in the field of agriculture by the Government.

Inspite of all this, the company managed to perform relatively better since it is driven more by domestic consumption. It is anticipated that there shall be increased business opportunities for the company in the near future.

2. Outlook on opportunities, threats, risks and concerns:

The company is focused on PVC Pipes as well as its core product Sprinkler Irrigation System and Drip Irrigation System to the retail segment. Increasing demand of the product of the company has created the opportunities of further growth in sale of the company's product. It is expected that recovery in economy and stress of the government in agriculture area will together result in ample business opportunities for the company. However, there will also be increased competition, mainly from small manufactures of unorganized sectors.

3. Internal Control System & Adequacy:

The company has an adequate system of internal controls commensurate with the size and nature of business of the company designed to provide reasonable assurance that assets are safeguarded; transactions are executed in accordance with the management's authorization and properly recorded. Accounting records are adequate for preparation of financial statements and other financial information. Internal audit is conducted on a continuous basis to ascertain the adequacy and effectiveness of internal control systems. Their observations are reviewed by the senior management and the Audit Committee.

4. Financial Performance:

Sales and other income for the year under review was at **Rs. 6439.58 Lacs**. The profit before depreciation and tax was **Rs 295.08 Lacs** after providing **Rs. 153.49 Lacs** for depreciation and **Rs. 53.05 Lacs** for taxes, the net profit for the year was **Rs. 97.63 Lacs**.

5. Material Development in H.R. Fronts:

Human capital being the most crucial asset of the company, the company has to continue to invest in the development of its employees, which is very important for ensuring sustained high performance. The company is in the process of strengthening and introducing a system that would enable employees to track their own progress as well as bring up issues that concerns them and the company for better performance.

The industrial relation continued to remain cordial through out the year.

On behalf of the Board of Directors

Place : New Delhi
Date : 9th August 2013

Sd/-
(M.P.RUNGTA)
Chairman Cum Managing Director

INDEPENDENT AUDITOR'S REPORT

To

The Members

M/s RUNGTA IRRIGATION LIMITED

We have audited accompanying financial statements of M/s Rungta Irrigation Limited, having Regd. office at 101, Pragati Tower- 26, Rajendra Place, New Delhi-110008 which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act 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, 2013;
- b) in the case of the Statement of Profit and Loss of the profit of the company for the year ended on that date. and
- c) In the case of Cash Flow Statement, of the cash flow of the company for the year ended on that date.

As required by section 227(3) of the Act, we report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
- c) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the Balance Sheet, the Statement of Profit and Loss and the cash flow statement comply with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;
- e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For ANDROS & CO.
CHARTERED ACCOUNTANTS
(Regn. No-008976N)**

**DATED : 09/8/2013
PLACE : DELHI**

**Sd/-
(BRIJ BHUSHAN GARG)
PARTNER
M. No. 084865**

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

Re: Rungta Irrigation Limited

[Refer to paragraph (3) of our report of even date]

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) As explained to us, the fixed assets have been physically verified by the management during the year in phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. (a) As explained to us, inventory has been physically verified by the management at regular intervals during the year. In our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in books of account.
3. (a) The company has given unsecured advances to Ramgarh Sponge Iron Pvt. Ltd. which is covered under section 301 of the Companies Act, 1956. During the said year company has also taken unsecured advances from the said company and transactions thereof are duly recorded in the register maintained for this purpose. At the end of the year, the net amount of Rs. 243 lacs stands payable by the company under audit. As per explanation given to us all the above transactions have been made in the normal course of business and are prima facie not prejudicial to the interest of the company.

(b) In our opinion the terms and conditions on which advances were given or taken by the company, secured or unsecured are prima facie not prejudicial to the interest of the company.

(c) According to information and explanations given to us no interest is charged or given on the above transactions.
4. In our opinion and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchase of inventories and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuous failure to correct major weakness in internal control.

5. (a). In our opinion and according to information and explanations given to us, the transactions made in pursuance of contracts or arrangements that needed to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanation given to us the transaction made in pursuance of the aforesaid contracts or arrangement in respect of each party made during the year, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposit from the public within the meaning of section 58A and 58AA of the Companies Act, 1956.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209(1)(d) of the Companies Act 1956, and are of the opinion that prima facie the records have been maintained. We have however, not made a detailed examination of such records with a view to determine whether they are accurate or complete.
9. (a) According to the records of the company, the company has generally been regular in depositing with appropriate authorities, the undisputed statutory dues including Provident Fund, Investor Education and Protection Fund except the unpaid dividend of Rs. 9.89 Lac (Previous year Rs. 9.89 lac) held in abeyance due to pending legal cases, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues applicable to it.

According to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March' 31.2013 for a period of more than six months from the date they became payable except the dues of unpaid Dividend of Rs. 9.89 Lacs (Previous year Rs. 9.89 lacs) which is held in abeyance due to pending legal cases.

- (b) According to the information given by the company and its record, the following are the details of dues outstanding as on 31.03.2013 on account of disputed cases in respect of Sales Tax, Excise Duty, Income Tax, Custom Tax, Wealth Tax, Cess and Service Tax:

S.No.	Name of Statute	Nature of dues	Forum where dispute is pending	Amount (Rs. in Lac)
1.	Central Sales Tax Act and Sales Tax/VAT Acts of various States	Central Sales Tax and Sales Tax/Vat of various States	High Court Trade Tax Tribunal JC/ DC (Appeal)	2.00 2.34 8.41
2.	Central Excise Act.	Service Tax	Commissioner, Appeals	1.52

10. The Company does not have accumulated losses and the Company has not incurred any cash loss during the financial year covered by our audit and in the immediately preceding financial year.
11. The company has paid the CRPS dues of IDBI Bank Ltd in full as agreed by the bank under one time settlement, before the date of our audit report. Based on our audit procedures and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in re payment of dues to Bank or Financial Institutions or Debenture Holders.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The company is not a chit fund or a Nidhi /Mutual benefit fund/Society, therefore clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the company.
14. In our opinion and according to the information and explanation to us, the company does not deal or trade in shares, securities, debentures and other investments.
15. In our opinion and according to the information and explanation to us, the company has not given any guarantee for loans taken by others from any Bank or Financial Institutions.
16. According to the records of the company, the term loans obtained by the company have been applied for the purpose for which it is obtained.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, we are of the opinion that no funds raised on short-term basis have been utilized generally for long term investment.
18. In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to the parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debenture during the year.
20. The Company has not raised any money by way of public issue during the year.
21. In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year that causes the financial statements to be materially misstated.

**AUDITOR'S REPORT
AS PER REPORT OF EVEN DATE ANNEXED
For ANDROS & CO.
CHARTERED ACCOUNTANTS
REGN.No- 008976N**

**PLACE: DELHI
DATED: 09.08.2013**

**Sd/-
(BRIJ BHUSHAN GARG)
PARTNER
M. NO. 84865**

Balance Sheet As At 31st March 2013

Amount In Rs.

Particulars	Note No.	As At 31st March 2013	As At 31st March 2012
EQUITY AND LIABILITIES			
Shareholders Funds			
Share Capital	1	113,561,000	121,961,000
Reserves and Surplus	2	454,547,308	444,784,274
Non-current Liabilities			
Long-Term Borrowings	3	3,199,191	3,333,405
Long Term Liabilities -Other	4	88,495,670	82,375,670
Current Liabilities			
Short-Term Borrowings	5	82,595,542	106,706,551
Trade Payables	6	36,155,126	47,920,459
Other Current Liabilities	7	93,479,636	82,819,069
Short-Term Provisions	8	10,356,447	10,353,093
Total		882,389,920	900,253,521
ASSETS			
Non-current Assets			
Fixed Assets			
Tangible Assets	9	104,851,778	110,403,504
Intangible Assets	9	52,602	-
Capital Work -in-Progress	9	551,231	-
Non-current Investments	10	226,473,650	227,713,650
Deferred Tax Assets (Net)	11	3,045,160	2,166,126
Long-term Loans and Advances	12	49,888,795	48,000,185
Current Assets			
Inventories	13	106,133,826	102,585,073
Trade Receivables	14	313,243,101	287,215,842
Cash and Cash Equivalents	15	23,285,086	35,441,240
Short-term Loans and Advances	16	53,922,539	85,073,786
Other Current Assets	17	942,152	1,654,115
Total		882,389,920	900,253,521

Significant Accounting Policies and Additional Information 26
The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed
For ANDROS & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

Sd/-
BRIJ BHUSHAN GARG
Partner
Membership No. 084865
New Delhi, 09th August 2013

Sd/-
M. P. Rungta
Chairman and
Managing Director

Sd/-
Tarun Megotia
Executive Director

Sd/-
Pooja Juneja
Company Secretary

Statement of Profit and Loss for the year ended 31st March 2013

Amount In Rs.			
Particulars	Note No.	For The Year Ended 31st March 2013	For The Year Ended 31st March 2012
Revenue :			
Revenue from Operations	18	631,646,785	810,953,882
Other Income	19	12,311,142	11,359,064
Total Revenue		643,957,927	822,312,946
Expenses:			
Cost of Materials Consumed	20	413,073,301	609,118,995
Purchases of Stock-in-Trade	-	31,021,919	6,155,918
Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	21	3,987,516	(2,495,650)
Other Direct Manufacturing Expenses	22	34,798,234	42,012,116
Employee Benefits Expense	23	39,876,231	39,143,590
Finance Costs	24	11,482,224	18,451,695
Depreciation and Amortization Expenses	9	15,349,116	15,787,530
Other expenses	25	80,210,798	78,037,381
Total Expenses		629,799,339	806,211,575
Profit Before Tax		14,158,588	16,101,371
Prior Period Adjustment		30,413	78,808
		14,189,001	16,180,179
Provision For Current Tax		(5,305,000)	(5,540,000)
Provision For Deferred Tax		879,034	464,244
Profit After Tax		9,763,035	11,104,423
Income Tax Related To Last Year		-	-
Profit For the Year		9,763,035	11,104,423
Earning Per Share			
Basic Earning Per Share(Rs)		1.11	0.98
Diluted Earning Per Share(Rs)		1.11	0.98

Additional Information and Significant Accounting Policies 26
The notes referred to above form an integral part of the Financial Statements

As per our report of even date annexed
For ANDROS & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

Sd/-
BRIJ BHUSHAN GARG
Partner
Membership No. 084865
New Delhi, 09th August 2013

Sd/-
M. P. Rungta
Chairman and
Managing Director

Sd/-
Tarun Megotia
Executive Director

Sd/-
Pooja Juneja
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

PARTICULARS	For the year ended 3/31/2013	For the year ended 3/31/2012
	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax and extraordinary items	14,189,001	16,180,179
Adjustment for:		
Depreciation	15,349,116	15,787,530
Interest paid	8,679,320	15,687,973
Dividend Received	(4,925)	-
Loss/ (Profit) on Sale of Assets	473,589	(107,352)
Interest Income	(7,719,330)	(7,728,262)
Operating profit before working capital changes	30,966,771	39,820,068
Adjustment for :		
Trade & other receivables	(20,881,154)	(87,053,628)
Inventories	(3,548,753)	1,367,146
Trade & other payables	5,018,588	104,489,868
Cash generated from operations	11,555,452	58,623,454
Direct Taxes refund/(paid)	(5,305,000)	(5,540,000)
Cash Flow before extraordinary items	6,250,452	53,083,454
Extraordinary items	-	-
Net Cash From Operating Activities (A)	6,250,452	53,083,454
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(11,023,357)	(53,144,271)
Sales of Fixed Assets	148,544	411,194
Sales of/ Recovery from Investment	1,240,000	410,000
Purchase of Investments	-	-
Dividend Received	4,925	-
Interest Income	7,719,330	7,728,262
Loan to other Corporate	24,828,495	1,807,418
Net Cash Used in investing activities (B)	22,917,937	(42,787,397)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Issue of Share Capital/ Warrant	-	-
Unpaid Call Received		
Working Capital Loans	(24,111,009)	12,586,197
Long Term Secured Loans	(134,214)	(3,527,962)
Long Term Unsecured Loans	-	-
Dividend/ Dividend Tax paid /Redeemed share	(8,400,000)	-
Interest Paid	(8,679,320)	(15,687,973)
Net Cash used in Financing Activity (C)	(41,324,543)	(6,629,738)
Net Increase in Cash & Cash Equivalents (A+B+C)	(12,156,154)	3,666,319
Cash & Cash Equivalents (opening)	35,441,240	31,774,921
Cash & Cash Equivalents (closing)	23,285,086	35,441,240

As per our report of even date annexed
For ANDROS & Co.
Chartered Accountants
Sd/-
BRIJ BHUSHAN GARG
Partner
Membership No. 084865
New Delhi, 09th August 2013

For and on Behalf of the Board of Directors
Sd/-
M. P. Rungta
Chairman and
Managing Director
Sd/-
Tarun Megotia
Executive Director
Sd/-
Pooja Juneja
Company Secretary

Notes on Financial Statements

Particulars	As At 31st March 2013	As At 31st March 2012
1 Share Capital		
Authorised Share capital		
10000000 (10000000) Equity Shares of Rs-10/- Each	100,000,000	100,000,000
500000 (500000) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	50,000,000	50,000,000
100000 (100000) Redeemable Cumulative Preference Shares of Rs-100/- Each	10,000,000	10,000,000
Total	160,000,000	160,000,000
Issued , Subscribed & Paid-Up		
8856100 (8856100) Equity Shares of Rs-10/- Each	88,561,000	88,561,000
250000 (334000) 12% Redeemable Cumulative Preference Shares of Rs-100/- Each	25,000,000	33,400,000
Subscribed by IDBI Bank Limited *		
*Redeemed 84000 share @100/- each during the year.		
Total	113,561,000	121,961,000
a)The Reconciliation of the Number Of Shares outstanding is set out below		
Particulars	As At 31.3.13	As At 31.3.12
	No. Of Share	No. Of Share
Equity Shares at the beginning of the year	8856100	8856100
Shares issued during the year	-	-
Equity Shares at the end of the year	8856100	8856100
Preference Shares at the beginning of the year	334000	334000
Shares issued during the year	-	-
Redeemed During the Year	84000	-
Preference Shares at the end of the year	250000	334000
b) Right/preference/restrictions attached to equity shares		
Terms/rights attached to equity shares: The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of Company after distribution of all preferential amounts,if any. The distribution will be in perportion to the number of equity shares held by the share holders.		
c)The details of Shareholders holding more than 5% shares:		
Name of shareholder	As At 31.3.13	%Held
	No. Of Share	No. Of Share
Skyblue EarthMovers & Investment Pvt. Ltd.	652700	7.37
Pleasure Investment Pvt Ltd	1322500	14.93
Samara Realty Pvt Ltd	1286600	14.53
Apex Finance Ltd	500000	5.65
Manorath Distributors Pvt Ltd	503465	5.68
M.P.Rungta	775100	8.75
d) Aggregate number of bonus shares issued and share issued for consideration other than cash during the period of five years immediately preceding the reporting date.		
The Company has not issued any bonus shares nor has been any buy back of shares during five years immediately preceding 31st march 2013.		
2 Reserves & Surplus		
Capital Redemption Reserve		
As Per Last Balance Sheet	16600000	
Add: Transferred From Profit & Loss	33400000	50,000,000
Security Premium		
As Per Last Balance Sheet	246936572	
Add: On Issue of Shares	-	246,936,572
General Reserve		
As Per Last Balance Sheet	119815992	
Add: Transferred From Profit & Loss	-	119,815,992
Forfeiture of Shares		
As Per Last Balance Sheet	1,078,465	1,078,465
Profit & Loss Account Balance		
As Per Last Balance Sheet	60353244	
Add: Transferred from Statement of Profit and Loss	9763035	-
Less- Transferred To Capital Redemption Reserve	33400000	36,716,279
Total	454,547,308	444,784,274

Notes on Financial Statements

	Particulars	As At 31st March 2013	As At 31st March 2012
3	Long Term Borrowings		
	a-Secured		
	Vehicle Loans		
	- From Banks	2,998,889	2,723,771
	- From Financial Companies	2,426,210	5,765,596
		5,425,099	8,489,367
	Less: Shown in current maturities of long-term debt (Refer Note 7)	(3,155,908)	(6,085,962)
	(Secured by hypothecation of respective vehicle and personal guarantee of director of the Company)		
	(Terms of Repayment- Repayable in Monthly Installments. The amount will be fully paid by Nov.'2014)	-	-
	Total-A	2,269,191	2,403,405
	b-Un-Secured		
	From Related Parties (Interest Free)	230,000	230,000
	From Others (Interest Free)	700,000	700,000
	Total-B	930,000	930,000
	Total-A+B	3,199,191	3,333,405
4	Long Term Liability Other		
	Unpaid dividend #	989,450	989,450
	Other Deposits ##	87,506,220	81,386,220
	Total	88,495,670	82,375,670
	# The amount kept in abeyance due to legal cases pending.		
	## Unsecured Taken from Corporates long term interest free		
5	Short Term Borrowings		
	Secured		
	Loans repayable on demand- Working Capital Loan		
	From Banks- Allahabad Bank	82,595,542	106,706,551
	(Secured by exclusive hypothecation of stock of Raw material, work-in-progress, finished goods, consumable stores, book debts and other current assets of the company, both present and future, and mortgage of Land. The loan is further guaranteed by the Directors.)		
	Total	82,595,542	106,706,551
6	Trade Payables		
	Micro, Small and Medium Enterprises	-	7,208,426
	Others	36,155,126	40,712,033
	Total	36,155,126	47,920,459
7	Other Current Liabilities		
	Current Maturities of Long-term Debts		
	- Vehicle Loan - From Banks	1,325,411	2,281,508
	- From Financial Companies	1,830,496	3,804,454
	Interest Accrued and due on Borrowings	6,275	46,963
	Advances from Customers	23,460,192	38,257,610
	Trade Deposits	10,787,251	13,165,248
	Statutory Dues	5,059,457	2,897,374
	Other Liabilities #	43,111,413	14,191,463
	Liability for Expenses	7,899,141	8,174,449
	Total	93,479,636	82,819,069
	# Including Rs-42047668/- (PY- Rs-13600574/-) related parties (interest free)		
8	Short Term Provisions		
	Provision for employee benefits		
	Bonus and Reward	927,044	927,089
	Leave Encashment	557,330	649,922
	Gratuity	2,448,244	2,166,143
	Provision for Income Tax	5,305,000	5,540,000
	Excise Duty Payable on Finished Goods	1,118,829	1,069,939
	Total	10,356,447	10,353,093

Notes on Financial Statements

SCHEDULES TO AND FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH 2013

Note No '9'

FIXED ASSETS AND DEPRECIATION

(Amount in Rs.)

	Gross Block			Depreciation			Net Block	
	As on 01.04.12	Addition	Sale/TRF	As on 31.03.13	Up to 31.03.12	For the year	Up to 31.03.13	As on 31.03.12
Particulars								
Tangible Assets								
1 Land	29,325,515	3,487,574	-	32,813,089	-	-	-	29,325,515
2 Staff Building	2,383,736	-	-	2,383,736	1,217,590	58,307	1,275,897	1,107,839
3 Factory Building	18,210,212	-	-	18,210,212	9,986,193	822,403	10,808,596	7,401,616
4 Office Premises	5,497,080	-	-	5,497,080	2,185,873	165,560	2,351,433	3,145,647
5 Furniture & Fixture	3,032,091	6,150	-	3,038,241	2,095,134	169,631	2,264,765	773,476
6 Plant & Machinery	103,938,938	2,406,172	739,500	105,605,610	65,056,328	6,040,869	143,912	38,882,610
7 Earthmoving Equip.	38,405,912	-	-	38,405,912	37,366,319	311,878	37,678,197	727,715
8 Office Equipment	7,089,697	231,267	-	7,320,964	5,009,962	317,846	5,327,808	1,993,156
9 Vehicles	53,433,559	3,878,896	442,045	56,870,410	30,510,110	6,479,968	415,500	20,295,832
10 Lorries	10,176,257	269,482	-	10,445,739	9,416,541	492,197	9,908,738	537,001
11 Computer	4,471,521	112,047	-	4,583,568	4,099,401	186,235	4,285,636	297,932
12 Electric Installation	1,954,438	-	-	1,954,438	572,001	276,487	848,488	1,105,950
Intangible Assets								
1 Computer Software	103,520	80,537	-	184,057	103,520	27,935	131,455	52,602
SUB-TOTAL	278,022,476	10,472,125	1,181,545	287,313,056	167,618,972	15,349,116	559,412	110,403,504
CWIP	-	551,231	-	551,231	-	-	-	551,231
TOTAL	278,022,476	11,023,356	1,181,545	287,864,287	167,618,972	15,349,116	559,412	110,403,504
Previous Year	225,184,165	53,144,271	305,960	278,022,476	151,833,560	15,787,530	167,618,972	73,350,605

Rungta Irrigation Limited

Notes on Financial Statements

Particulars	31.3.13		31.3.12		As At 31st March 2013	As At 31st March 2012
10 Non Current Investments						
a. Long Term non-trade Investment valued at cost						
Investment in fully paid up Equity Shares	31.3.13		31.3.12			
Unquoted	No. of Shares	Rs.	No. of Shares	Rs.		
Akshay Ispat Uttirong Pvt Ltd of Rs-100/- each	27500	2750000	27500	2750000		
#ISI Irrigation Ltd. of Rs-10/- each	18400	184000	18400	184000		
Manorath Distributors Pvt. Ltd. Rs-10/- each	350000	3500000	350000	3500000		
# Ramgadh Spangya lion (P) Ltd. Rs-10/- each	1408120	14081200	1408120	14081200		
# Samara Realty Pvt. Ltd. Rs-100/- each	158000	15800000	158000	15800000		
Trimbakam Flour Mills Ltd. Rs-100/- each	15750	1575000	15750	1575000		
Jharkhand Ispat P. Ltd. Rs-10/- each	500000	5000000	500000	5000000		
#Rungta Carter Ltd. Rs-10/- each	1000000	10000000	1000000	10000000		
Total		207633686		207633686		
# Company under same Management						
II-Quoted	31.3.13		31.3.12			
Capthans India Ltd. Rs-10/- each	10	528	10	528		
DLF Limited Rs-2/- each	1000	273643	1000	273643		
Eyeweady Industries Ltd. Rs-5/- each	333	47504	333	47504		
Finolex Industries Ltd.	100	1400	100	1400		
Ganesh India Ltd. Ltd. Rs-2/- each	100	2071	100	2071		
Radico Ltd. Rs-10/- each	4000	100330	4000	100330		
Hytex S&S (Ind) Ltd. Rs-10/- each	10	249	10	249		
Jindal Poly Films Ltd. Rs-10/- each	1000	54200	1000	54200		
McLeod Russell India Limited Rs-10/- each	333	47505	333	47505		
Nul Kumar Plastics Ltd. Rs-10/- each	100	3472	100	3472		
Nool Ltd. Rs-10/- each	200	2162	200	2162		
Padmaji Tech Ltd. Rs-10/- each	100	100	100	100		
Peacock Industries Ltd. Rs-10/- each	100	516	100	516		
Pearce Polymers Ltd. Rs-10/- each	100	100	100	100		
Reliance Communication Ltd. Rs-10/- each	2000	390164	2000	390164		
Reliance Industries Ltd. Rs-10/- each	250	181011	250	181011		
Sangam Aluminium Ltd. Rs-10/- each	13200	38585	13200	38585		
Suzlon Energy Limited Rs-2/- each	1000	52242	1000	52242		
Tata Steel Ltd. Rs-10/- each	2000	36848	2000	36848		
Unitech Ltd. Rs-2/- each	1000	34147	1000	34147		
Total		2190893		2190893		
Aggregate Market Value Of quoted Investment is Rs-1702258/- Previous year Rs-2438825/-						
b. Long Term Trade Investment						
Investment in the Capital Of Partnership Firms	31.3.13		31.3.12			
Ajanta Mineral, Kisari Manoj & Co and Manuti Minerals		16849071		17889071		
Total					226,473,650	227,713,650
11 Deferred Tax Assets(Net)	31.3.13		31.3.12			
Accrued Expenses deductible on payment basis		1276937		990690		
Depreciation difference		1763223		1175460		
Net Deferred Tax Assets		3045160		2160126	3,045,160	2160126
12 Long Term Loans and Advances						
Capital Advances					8,730,614	8,730,614
Unsecured, considered good						
Loan to Bony Corporate					32,862,180	29,073,882
Security Deposits					8,316,004	10,227,719
Unsecured, considered good						
Total					49,886,798	48,000,185
13 Inventories (Valued at Cost or Net Realisable Value whichever is lower)*						
Raw Materials and Components					40,200,610	10,107,100
Goods-in Transit						
Work-in-progress**					1,800,629	5,434,309
Finished Goods					72,753,655	74,395,644
Stock-in-trade						
Stores and spares					3,529,120	4,145,855
Total					108,133,826	102,585,673
* Includes Rs-472530/- (Previous Year Rs-93799/-) Materials lying with Third Parties for Processing						
** See taken, valued and certified by the Management						
14 Trade Receivables						
Trade Receivables outstanding for a period less than six months					227,293,384	207,704,006
Unsecured, considered good						
Trade Receivables outstanding for a period exceeding six months					86,009,717	73,511,830
Unsecured, considered good						
Total					313,243,101	281,215,842

Notes on Financial Statements

	Particulars	As At 31st March 2013	As At 31st March 2012
15	Cash and Bank Balances		
	Cash on hand	5,767,702	3,155,678
	Cheques, drafts on hand	123,678	-
	Balances with banks	-	-
	- In Current accounts (With Scheduled Bank)	3,602,669	8,204,752
	- In Current accounts (With Other Banks)	26,326	26,326
	- In Fixed Deposits (with scheduled Bank) *	13,764,711	24,054,484
	*(Pledged with Bank as Margin Money and Includes Rs- 5479000/- (PY- Rs 3581928/-)with maturity of more than 12 months)		
	Total	23,285,086	35,441,240
16	Short-term Loans and Advances		
	Unsecured, considered good		
	Loans and advances to Staff & Workers	1,066,254	1,017,403
	Loan to Others	16,216,000	41,044,495
	Income Tax Deducted at Source (Receivable)	7,502,115	10,639,348
	Balance with Central Excise Authorities	395,904	547,311
	Commercial Taxes Receivables	392,034	97,157
	Excise/Commercial Taxes under Appeal	2,590,735	2,448,915
	CENVAT /Service Tax Receivable	1,472	103,000
	Advances to suppliers	9,036,260	15,193,738
	Other Advance	16,721,765	13,982,419
	Total	53,922,539	85,073,786
17	Other Current Assets		
	Prepaid Expenses	520,933	722,371
	Interest Accrued on FD	421,219	931,744
	Total	942,152	1,654,115
18	Revenue from Operations		
	Export Sales	16,752,418	18,157,475
	Domestic Sales		
	Drip	103,797,999	80,435,258
	HDPE	353,807,991	365,336,049
	PVC	86,152,425	300,957,547
	Aluminium	47,955,878	46,178,396
	Spare Parts	1,648,477	13,865,622
	Trading Sales		
	Coal	31,861,097	6,016,560
		641,976,285	830,946,907
	Less:Excise Duty	(10,329,500)	(19,993,025)
	Total	631,646,785	810,953,882
19	Other Income		
	Hire Charges Receipts	800,000	-
	-Dividend on shares	4,925	-
	Interest on Loan & Deposits	7,719,330	7,728,262
	Sundry Balances W. Off/Back	1,237,995	2,240,446
	Discount Received	742,862	1,134,002
	Profit / (Loss)on sale of fixed assets	-	107,352
	Miscellaneous Income	1,806,030	149,002
	Total	12,311,142	11,359,064
20	Cost of Materials Consumed		
	Opening Stock	18,107,880	25,295,296
	Add : Purchases during the year	421,226,037	601,931,579
	Less : Closing Stock	26,260,616	18,107,880
	Material Consumed	413,073,301	609,118,995
	Material consumed comprises of :		
	HDPE Granules	161,289,923	176,205,607
	LLDPE Granules	26,364,875	31,097,000
	PVC Resin	70,162,142	222,991,904
	Aluminium Pipes	36,986,163	25,377,301
	Other Spare Parts*	118,270,198	153,447,183
	* Others include raw materials, components and spare parts, none of which individually accounts for more than 10 % of the total consumption.		
	Total	413,073,301	609,118,995

Notes on Financial Statements

	Particulars	As At 31st March 2013	As At 31st March 2012
21	Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade		
	Opening Stock		
	- Finished goods	74,996,644	71,066,053
	- Work-in-progress	5,334,956	4,665,999
	-.Stock In Transit	-	2,103,898
		80,331,600	77,835,950
	Closing Stock		
	- Finished goods	72,753,655	74,996,644
	- Work-in-progress	3,590,429	5,334,956
	-.Stock In Transit	-	-
		76,344,084	80,331,600
	Changes in inventories	3,987,516	(2,495,650)
22	Other Direct Manufacturing Expenses		
	Power & Fuel	18,506,674	20,012,998
	Carriage & Octroi (Inward)	5,838,584	7,152,455
	Processing Charges	1,007,401	5,593,599
	Consumable Stores	5,260,718	2,444,397
	Repair & Maintenance :		
	- Plant & Machinery	2,687,387	1,591,126
	- Building	98,783	478,396
	- Others	7,830	82,970
	Other Manufacturing Expenses	1,341,967	3,717,293
	Excise Duty*	48,890	938,882
	Total	34,798,234	42,012,116
	Excise Duty Difference of opening and Closing of Finished Goods and Excise Duty borne by company		
23	Employee Benefits Expenses		
	Salaries and Incentives	33,319,921	32,132,861
	Contributions to -	-	-
	- Gratuity Fund	282,101	909,143
	- Provident and other Funds	2,352,488	2,350,119
	Workmen & Staff Welfare Expenses	3,921,721	3,751,467
	Total	39,876,231	39,143,590
24	Finance Costs		
	Interest on Loans for Fixed Period	707,331	907,196
	Interest Other & Bank*	7,971,989	14,780,777
	Bank Charges	1,977,946	2,760,767
	Finance Costs (Preference share)	1,600,000	-
	Exchange Fluctuation	(775,042)	2,955
	* Net Of Receipts From Customers Rs-10008241/-(PY- Rs-4565126/-)		
	Total	11,482,224	18,451,695
25	Other Expenses		
	Advertisements Expenses	219,859	294,008
	Auditors Remuneration		
	- Statutory Audit	230,900	230,900
	- Tax Audit	50,000	50,000
	Carriage Outwards	14,901,179	7,021,697
	Sales Promotion	4,837,994	3,831,770
	Discount	-	285,420
	Electricity & Water Expenses	838,772	603,857
	Insurance Charges	998,065	877,364
	Legal & Professional Charges	1,448,073	1,523,553
	Telephone & Postage Expenses	1,237,884	1,188,846
	Rent Expenses	2,881,288	3,649,096
	Rates and taxes	668,514	557,004
	Installation Expenses	7,541,532	30,495,001
	Commission to selling agents	28,458,714	9,621,974
	Travelling & Conveyance Expenses	6,074,687	8,341,563
	Vehicle Running & Maintenance	4,252,202	3,057,110
	Miscellaneous Expenses	4,839,236	6,322,133
	Loss on sale of Fixed assets	473,589	-
	Bad Debts Written Off (Net of write back of liabilities)	258,310	86,085
	Total	80,210,798	78,037,381

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH' 2013

NOTE NUMBER:26

26 (1). SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation of Financial Statements:

The financial statements have prepared under the historical cost convention in accordance with the generally accepted accounting principle and the provisions of the Companies Act, 1956.

b) Fixed Assets and Depreciation:

Fixed assets are stated at cost of acquisition less accumulated depreciation. The costs of Fixed Assets are inclusive of freight, duties (net of Cenvat) and other incidental expenses incurred during construction period.

Depreciation on tangible fixed assets is provided on WDV method in accordance with the rate and in the manner specified in schedule XIV of the Companies Act, 1956.

c) Impairment of Assets:

An asset is impaired if there are sufficient indication that the carrying cost would exceed the recoverable amount of cash generating assets. In that event an impairment loss so computed is recognized in the account in the relevant year.

d) Investments:

Long Term Investments are stated at cost. Provision is made for diminution, other than temporary, in the value of such investment.

e) Inventories:

Raw materials are valued at cost less Cenvat claimed on it and stores and spare parts are valued at cost. Finished Goods are valued at cost added with the excise duties on clearance payable or net realizable value whichever is lower. Work in Process in supply contracts with installation is calculated on cost or net realizable value whichever is lower. The cost is determined on FIFO basis. Scrap is valued at estimated realizable value.

f) Revenue Recognition:

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Sales are net of Sales Tax and Discount but inclusive of excise duty.

g) Foreign Currency Transactions:

Foreign currency transactions are accounted at the exchange rates prevailing on the date of transaction. The profit or loss on account of exchange fluctuation (on revenue transactions) is charged to the Profit & Loss A/c.

h) Provisions and Contingent Liabilities:

Provisions in respect of present obligations arising out of past events are recognized when reliable estimates can be made of the amount of obligation. The contingent liabilities are disclosed by way of notes on accounts forming part of Balance Sheet.

**26 (2). Employee Benefits:
Short term benefits**

- i. Short term employee benefits are recognized as an expense at the undiscounted amount in the profit & loss account of the year in which the related service is rendered.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH' 2013

ii. Post employment benefits

Gratuity and leave encashment which are defined benefits are accrued based on the actuarial valuation as at Balance sheet date by an independent actuary. The Company has opted for a Group Gratuity cum life Insurance Scheme of the Life Insurance Corporation of India for part of the employees and the contribution is charged to the profit and loss account each year. For other than funded plan, the expense is recognized, as calculated on the basis of present value of the amount payable as determined by the actuarial valuation. The liability recognized in the balance sheet is the present value of the defined benefit obligation less the fair value of funded plans. All actuary gain and losses are charged to the profit and loss account.

26 (3). Contingent liabilities not provided for:

- a) Sales Tax Authorities have raised demand for Rs. 12.75 Lac (Previous year Rs. 12.75 lac for various assessment years and the matters are pending with Appellate Authorities and High Court. As per opinion, the appeals are likely to be decided in favour of the Company.
- b) The Excise Department has raised a demand of Rs. 1.52 lac against Service Tax on Transaction charges and the matters are pending with the appellate authorities. As per opinion, the appeals are likely to be decided in the favour of the Company (Previous Year: Rs. 1.52 Lac).
- c) The company has given counter guarantee to the bankers against guarantees issued by Banks on behalf of the company amounting to Rs. 620.71 Lacs (Previous Year: Rs. 744.96 Lac). The liability may arise in case of failure in supply of material or malfunctioning of products supplied by the Company.

26 (4). Estimated amount of contracts remaining to be executed on capital account and not provided for is Rs. NIL (Previous Year: Rs. NIL).

26 (5) Preferential allotment of convertible warrants and its conversion into Equity Shares. During the year NIL (Previous year NIL)

26 (6) As regards, Cumulative Redeemable Preference Shares of Rs.250 Lac (Previous Year Rs-334 lac) subscribed by IDBI Bank Ltd, the company has re-paid the balance payment of Rs 250 Lac outstanding as on 31.03.2013 in full (in 3 EMI) to IDBI Bank Ltd till 30.06.2013 in terms of One Time Settlement (OTS) of dues vide letter Ref: No.1052 SAIC/Pref. Shares/2012-13 dated March 28, 2013 of the IDBI Bank Ltd, Mumbai. The CRPS dues become NIL as on 30.06.2013.

Notes To The Financial Statement For The Year Ended 31st March 2013

26 (7) (a) Particulars of Investment in the Capital of Partnership Firms:

Name of Partnership Firms	Name of Partners	Share of each Partner	Investment in the firm (Rs.)	
			2012-13	2011-12
Ajanta Minerals	Rungta Irrigation Ltd. Mr. Dharam Bir	50% 50%	57,32,160	65,72,160
Kishan Maharaj & Co.	Rungta Irrigation Ltd. Mr. Ram Bir	50% 50%	57,34,335	61,34,335
Maruti Minerals	Rungta Irrigation Ltd. Mr. Ram Bir	50% 50%	51,82,576	51,82,576

(b) As per explanation given to us the management has obtained certificates from the firms for the balance amount invested as mentioned before each as above as on 31.03.2013. Although no business activity during the year under review, in the opinion of management the investment is considered good.

26 (8). Name and balances with the Bank, other than scheduled Banks in Current Accounts are as under. In none of these Banks any of the directors or their relative is interested.

Sl. No.	Name of Banks	31.03.13 Rs.	31.03.12 Rs.
i.	The Mahendragrh Central Co-operative Bank Ltd. Mahendragrh, Haryana	6,724	6,724
ii.	The Rewari Central Coop. Bank Ltd. Rewari	1,803	1,803
iii.	The Bhiwani Central Coop. Bank Ltd. Bhiwani	8,862	8,862
iv.	The Rohtak Central Coop. Bank Ltd. Jhajjar	2,435	2,435
v.	Haryana State Coop. Apex Bank Ltd. Chandigarh	1,500	1,500
vi.	The Jalore Coop. Bank Ltd.	5,002	5,002
Total		26,326	26,326

26 (9). The Company has recalled the outstanding loan of Rs. 290.34 lacs (Previous Year Rs. 290.34 lacs) given to M/s Rungta Projects Limited. The dues are yet to be recovered and as explained, the company is taking adequate steps to recover the same. The management is of the opinion that the outstanding loan will be fully recoverable during the financial year 2013-14

Notes on Financial Statements

		2012-13		2011-12	
26(10)	Turnover, Opening and Closing Stock of Finished Goods				
	Units	Qty.	Rs.	Qty.	Rs.
a.	Turnover #				
	Aluminium Pipe Coupled Nos.	28,439	47,955,878	33,082	46,178,396
	HDPE Pipe coupled Nos.	501,100	353,807,991	828,817	365,336,049
	PVC Pipe Nos.	130,564	75,822,925	335,101	280,964,522
	Accessories, Fittings & Other -	-	122,198,894		112,458,355
			599,785,688		804,937,322
	Trading Goods (Coal)		31,861,097		6,016,560
			631,646,785		810,953,882

Sprinkler Irrigation System and Drip Irrigation systems are sold in various combination of pipes, laterals, accessories and fittings in numbers/ mtrs. for a combined value in Sets. Therefore, it is not practical to give item wise value of sales. Sale amount is net of sales tax and Exclusive of excise duty.

		2012-13		2011-12	
b.	Opening Stock				
	Aluminium Pipe Coupled Nos.	2,023	2,948,048	1,396	3,340,875
	HDPE Pipe coupled Nos.	35,776	18,293,984	56,819	21,420,249
	PVC Pipe Coupled Nos.	38,241	15,668,945	22,078	8,430,806
	Accessories, Fittings & Other -	-	38,085,667	-	37,874,123
			74,996,644		71,066,053

		2012-13		2011-12	
	Units	Qty.	Rs.	Qty.	Rs.
c.	Closing Stock				
	Aluminium Pipe Coupled Nos.	1,076	1,568,017	2,023	2,948,048
	HDPE Pipe coupled Nos.	19,843	10,146,677	35,776	18,293,984
	PVC Pipe Coupled Nos.	19,220	10,847,205	38,241	15,668,945
	Accessories, Fittings & Other -		50,191,756		38,085,667
			72,753,655		74,996,644

		2012-13		2011-12	
	Units	Qty.	Rs.	Qty.	Rs.
26(11)	Raw Material Consumption				
	HDPE Granules MT	2,159	161,289,923	3,139	176,205,607
	PVC Resin MT	1,319	70,162,142	3,979	222,991,904
	Aluminium Pipes Nos	21,653	36,986,163	25,856	25,377,301
	Accessories, Fittings & Other \$ -		144,635,073		184,544,183
			413,073,301		609,118,995
	Trading Goods (Coal)-Purchases		31,021,919		6,155,918

\$ Accessories, components and fittings includes purchase of various bought out items used in Sprinkler/ Drip Irrigation System and individually non of them account for 10% or more of the total value of raw material consumed.

26(12) Value of imported and indigenous Raw Material, Stores & Spares consumed:		% of total Consumption	Rs.	% of total Consumption	Rs.
a.	Raw Material				
	Imported	4%	17,460,687	0%	-
	Indigenous	96%	395,612,614	100%	609,118,995
		100%	413,073,301	100%	609,118,995
b.	Stores and Spares				
	Imported	0%	-	0%	-
	Indigenous	100%	5,260,718	100%	2,444,397
		100%	5,260,718	100%	2,444,397
c.	Trading Goods				
	Imported	-	-	-	-
	Indigenous	0%	-	0%	-
		100%	31,021,919	100%	6,155,918
		100%	31,021,919	100%	6,155,918
26(13)	CIF Value of imports		13,237,395		-
26(14)	Earnings in Foreign Exchange				
	FOB Value of Export of Goods		17,527,460		18,157,475
26(15)	Expenditure in Foreign Currency				
	-Travelling Expenses		32,882		34,067

Notes on Financial Statements

26(16)	Managerial Remuneration:	2012-2013	2011-2012		
	Details of payments and provisions on account of				
	- Salary	2,637,800		2,480,828	
	- Provident Fund	234,576		213,926	
	- Allowances and Benefits	239,769		199,209	
		3,112,145		2,893,963	
26(17)	Information in regard to Payment to the Auditor (Excluding Service Tax)				
	Statutory Audit Fee	200,000		200,000	
	Tax Audit Fee	50,000		50,000	
	Taxation Matters and Certification	-		-	
	Reimbursement of expenses	-		-	
		250,000		250,000	
26(18)	Transaction with Related Parties				
a	List of Related Parties and Relationship				
	Name of Related Parties	Relations			
	Ajanta Minerals	Associates			
	Kishan Maharaj & Co.				
	Maruti Minerals				
	JISL Irrigation Pvt. LTd.				
	Ramgarh Sponge Iron Pvt. Ltd.				
	Samara Realty Pvt. Ltd.				
	Rungta Carriers Ltd.				
	Rungta Micro Irrigation Ltd.	Key Managerial Personnel			
	M. P. Rungta				
	N. Krishnamurthy				
	Shruti Rungta				
	Tarun Kumar Megotia	Relatives of Key Managerial Personnel			
	R. S. Rungta				
	Urmila Rungta				
	Priya Rungta				
	Jyoti Rungta				
b	Transaction during the year with related parties-----	Given/(Taken)			
		Associates	Key Managerial Personnel	Relatives	Total
	<u>i) Investments</u>				
	Shares applied and (returned)	2,630,000	-	-	2,630,000
	Samara Realty Pvt. Ltd.	-			-
	Capital in Firm (Returned)				
	Ajanta Minerals	(840,000)			(840,000)
	Kishan Maharaj & Co.	(400,000)			(400,000)
	Total	1,390,000	-		1,390,000
	<i>Previous Year</i>	<i>(410,000)</i>			<i>(410,000)</i>
	<u>ii) Loans and Advances</u>				
	Ramgarh Sponge Iron Pvt. Ltd.	66,340,000			66,340,000
	- do -	(90,640,000)			(90,640,000)
	M. P. Rungta		2,156,176		2,156,176
	- do -		(3,151,000)		(3,151,000)
	Urmila Rungta			145,000	145,000
	- do -			(200,000)	(200,000)
	Jyoti Rungta			84,000	84,000
	- do -			(250,000)	(250,000)
	Priya Rungta		-	85,000	85,000
	- do -		-	(175,000)	(175,000)
	Shruti Rungta		11,000	-	11,000
	- do -		(2,368,000)	-	(2,368,000)
	Total	(24,300,000)	(3,351,824)	(311,000)	(27,962,824)
	<i>Previous Year</i>	<i>-</i>	<i>(5,599,500)</i>	<i>(6,931,074)</i>	<i>(12,530,574)</i>
		Associates	Key Managerial Personnel	Relatives	Total
	<u>iii) a. Sale of Goods</u>				
	Current Year	-			-
	<i>Previous Year</i>	-			-

Rungta Irrigation Limited

iii) b. Sale of Investments			
Current Year	-		-
Previous Year	-		-
iv) Remuneration Paid			
M. P. Rungta	806,400	-	806,400
N. Krishnamurthy	1,516,797	-	1,516,797
Tarun Kumar Megotia	550,148	-	550,148
Urmila Rungta		239,880	239,880
Shruti Rungta	238,800	-	238,800
Jyoti Rungta		238,800	238,800
Priya Rungta	-	238,800	238,800
Total	3,112,145	717,480	3,829,625
Previous Year	2,893,963	717,480	3,611,443
v) Rent Paid			
Samara Realty Pvt. Ltd.	114,000		114,000
Shri M. P. Rungta		120,000	120,000
Smt. Urmila Rungta		216,000	216,000
Total	114,000	120,000	450,000
Previous Year	114,000	120,000	450,000
vi) Rent Received			
Shri M. P. Rungta		(84,000)	(84,000)
Total	-	(84,000)	(84,000)
Previous Year		(84,000)	(84,000)
vii) Outstanding			
Outstanding Investments	182,587,757		182,587,757
Previous Year	181,197,757		181,197,757
Outstanding Unsecured Loans	-	(230,000)	(230,000)
Previous Year	-	(230,000)	(230,000)
Outstanding Payables	(114,000)	(6,906,594)	(35,027,074)
Previous Year	(114,000)	(2,782,500)	(10,704,074)
Outstanding Receivable (Deposit)		450,000	450,000
Previous Year		450,000	450,000
figures in bracket shows credit transaction			
26(19) Deferred Tax assets and liabilities are as under:	2012-13		2011-12
Deferred Tax Assets:			
Accrued Expenses deductible on payment basis	1,275,937		990,660
Depreciation difference	1,769,223		1,175,466
Net Deferred Tax Assets	3,045,160		2,166,126
26(20) Segment Information			
The financial results relates mainly to Irrigation products. In accordance with Accounting Standard 17, financial results of Hiring of Equipments are not shown separately, since it is less than the limit specified for separate disclosure.			
26(21) Earning Per Share	2012-13		2011-12
Net Profit as per P & L A/c	9,763,035		11,104,423
Add/ (Less) Prior Period Adjustment	30,413		78,808
Less: Dividend on Cumulative Preference Share for the year	-		(2,505,000)
Net Profit available for Equity Share	9,793,448		8,678,231
Weighted Average No. of Equity Shares	8,856,100		8,856,100
Basic and Diluted Earning Per Share	1.11		0.98
26(22) Defined Benefit Plan for Employees (AS-15)			
As per Actuarial valuation as on March-31, 2013 and recognised in financial statement in respect of Gratuity			
Scheme and Leave Encashment Scheme:			Rs. In Lakhs
			Leave
		Gratuity	Encashment
A. Component of Employer Expenses			
1. Current Service Cost		4.33	0.77
2. Interest Cost		3.80	0.40
3. Expected return on plan assets		(2.20)	-
4. Past Service Cost		-	-
5. Actuarial Loss/ (Gain)		(0.61)	(2.42)

6. Total expenses recognised in the Profit & Loss Account	5.32	(1.25)
Net Asset/ (Liability) recognised in the Balance Sheet as at March 31, 2013		
Funded Status		
1. Present value of Defined Benefit Obligation	48.97	3.56
2. Fair value of plan Assets	24.49	-
3. Funded Status [Surplus/(Deficit)]	(24.48)	(3.56)
Change in Defined Benefit Obligation		
1. Present value of DBO at the beginning of the period	46.09	4.81
2. Current Service Cost	4.33	0.77
3. Interest Cost	3.80	0.40
4 Plan Amendments	-	-
5. Actuarial Gain/(Loss)	(0.76)	(2.42)
6. Benefits Paid	(4.49)	-
7. Present value of DBO at the end of the period	48.97	3.56
Change in Fair Value of Plan Assets		
Plan assets at the beginning of period	24.43	-
Expected return on plan assets	2.04	-
Actual Company contribution	2.51	-
Actuarial gain/(loss)	-	-
Benefits paid	(4.49)	(2.42)
Plan assets at the end of period	24.49	(2.42)
Actuarial Assumption		
Discount Rate	8.25%	8.25%
Expected Rate of Return	9.00%	0.00%

26(23) Figures of previous year have been regrouped wherever found necessary to make them comparable with that of current year.

As per our report of even date annexed
For ANDROS & Co.
Chartered Accountants

For and on Behalf of the Board of Directors

Sd/-
BRIJ BHUSHAN GARG
Partner
Membership No. 084865

Sd/-
M. P. Rungta
Chairman and
Managing Director

Sd/-
Tarun Megotia
Executive Director

New Delhi, 09th August 2013

Sd/-
Pooja Juneja
Company Secretary

PROXY FORM

RUNGTA IRRIGATION LIMITED

Regd.Off: 101, Pragati Tower, 26, Rajendra Place, New Delhi-110008

Folio No.....

D.P.ID No..... Client ID No No. of shares held

I/We.....of.....
.....In the district of
.....being a member/members of the above named Company
hereby appoint.....of.....In
the district of..... or failing him, Sh./Smt.
..... ofas my/our Proxy
to attend and vote for me/us on my/our behalf at the 29th Annual General Meeting of the
Company to be held on 24th September 2013 at 10.00 .A.M. and any adjournment
thereof.

Signed this day of SEPTEMBER, 2013.

Affix
Revenue
Stamp of
Rs. 1.00

(Signature of Member)

Notes:

- Applicable for shareholders holding shares in electronic form.
- Proxy need not be a member.
- Proxy form duly signed across revenue stamp should reach Company registered office atleast 48 hours before the time of the meeting.
- The Company reserves the right to ask for identification of the Proxy.
- Please note that no gift/ gift coupons will be given at the venue of the Annual General Meeting

**ATTENDANCE SLIP
RUNGTA IRRIGATION LIMITED**

Regd.Off: 101, Pragati Tower, 26, Rajendra Place, New Delhi-110008

Folio No.....

D.P.ID No.....

Client ID No.....

No. of shares held

I certify that I am a member/proxy for the member of the Company.

I hereby record my presence at the 29th Annual General Meeting of the Company at
White House Party Palace, B-1/629, District Centre, Metro Pillar No.-570, Janakpuri,
Delhi-110058, India to be held on Tuesday ,24th September, 2013 at 10.00 A.M.

.....

Member's/Proxy's name in Block Letter

Signature of Member/Proxy

Notes

- Please fill up this attendance slip and handover at the entrance of the meeting place.