

# DIANA TEA COMPANY LIMITED

## Balance Sheet as at 31st December, 2004

	Schedule	As at 31st December, 2004		As at 31st December, 2003	
		Rs.	Rs.	Rs.	Rs.
<b>SOURCES OF FUNDS</b>					
<b>Shareholders' Funds</b>					
Share Capital	1	2,99,82,000		2,99,82,000	
Reserves & Surplus	2	<u>49,31,54,222</u>	<u>52,31,36,222</u>	<u>47,52,45,733</u>	50,52,27,763
<b>Loan Funds</b>					
Secured Loans	3	26,80,64,383		24,35,77,047	
Unsecured Loans		<u>1,20,000</u>	<u>26,81,84,383</u>	<u>1,35,000</u>	<u>24,37,12,047</u>
			<u>79,13,20,605</u>		<u>74,89,39,810</u>
<b>APPLICATION OF FUNDS</b>					
<b>Fixed Assets</b>					
Gross Block	4	73,76,55,192		71,99,01,506	
Less : Depreciation		<u>8,27,06,409</u>		<u>7,74,06,065</u>	
Net Block		65,49,48,783		64,24,95,441	
Capital Work-in-Progress		<u>1,56,997</u>	<u>65,51,05,780</u>	<u>34,43,203</u>	64,59,38,644
<b>Investments</b>					
	5		<u>4,69,19,573</u>		<u>5,16,08,461</u>
<b>Current Assets, Loans &amp; Advances</b>					
Inventories	6	9,87,12,826		7,57,02,117	
Sundry Debtors		3,32,65,110		2,94,57,452	
Cash & Bank Balances		1,93,14,194		93,88,454	
Other Current Assets		1,16,40,937		86,28,681	
Loans & Advances		<u>2,68,38,490</u>		<u>3,09,62,232</u>	
		<u>18,97,71,557</u>		<u>15,41,38,936</u>	
<b>Less : Current Liabilities &amp; Provisions</b>					
Current Liabilities	7	9,99,31,444		10,32,36,529	
Provisions		<u>69,57,146</u>		<u>69,28,520</u>	
		<u>10,68,88,590</u>		<u>11,01,65,049</u>	
<b>Net Current Assets</b>			<b>8,28,82,967</b>		<b>4,39,73,887</b>
<b>Miscellaneous Expenditure</b>					
(to the extent not written off or adjusted)					
Share Issue Expenses			—		5,02,374
<b>Deferred Tax Assets</b>			<u>64,12,285</u>		<u>69,16,444</u>
			<u>79,13,20,605</u>		<u>74,89,39,810</u>
Notes on Accounts & Significant Accounting Policies	12				

The Schedules referred to above form an integral part of the Balance Sheet.  
As per our Annexed Report of even date.

For Das. & Prasad  
Chartered Accountants  
P. K. Agarwal  
Partner  
Membership No. 056921  
9, Jagmohan Mullick Lane  
Kolkata - 700 007  
Dated : 21st April, 2005

For and on behalf of the Board

Sandeep Singhania Managing Director  
Sarita Singhania Wholtime Director

**Profit & Loss Account for the year ended 31st December, 2004**

	Schedule	For the year ended 31st December, 2004		For the year ended 31st December, 2003	
		Rs.	Rs.	Rs.	Rs.
<b>INCOME</b>					
Gross Sales	8	29,74,54,250		30,12,79,313	
Less : Excise Duty & Cess		60,51,760		60,90,787	
Net Sales		<u>29,14,02,490</u>		<u>29,51,88,526</u>	
Other Income	9	1,13,83,256		65,54,567	
Amount Transferred from Capital Reserve [ See Note No. B-3 ]		66,621		66,645	
Closing Stock		<u>8,40,73,345</u>	<u>38,69,25,712</u>	<u>6,50,87,618</u>	<u>36,68,97,356</u>
<b>EXPENDITURE</b>					
Opening Stock		6,50,87,618		8,91,66,448	
Purchase of Tea Expenses	10	27,14,24,103	33,65,11,721	25,09,92,032	34,97,99,080
<b>PROFIT BEFORE DEPRECIATION &amp; INTEREST</b>			<u>5,04,13,991</u>		<u>1,70,98,276</u>
Depreciation		88,11,402		84,84,292	
Interest & Finance Charges	11	<u>1,92,33,915</u>	<u>2,80,45,317</u>	<u>1,90,35,224</u>	<u>2,75,19,516</u>
<b>PROFIT/(LOSS) BEFORE TAXATION &amp; EXTRA ORDINARY ITEM</b>			<u>2,23,68,674</u>		<u>(1,04,21,240)</u>
Extra Ordinary Item			<u>(35,00,000)</u>		<u>—</u>
<b>PROFIT/(LOSS) BEFORE TAXATION</b>			<u>1,88,68,674</u>		<u>(1,04,21,240)</u>
Provision for Taxation					
- Current Tax			<u>(3,90,000)</u>		<u>—</u>
- Deferred Tax (Liability)/Assets			<u>(5,04,159)</u>		<u>43,89,395</u>
- Income Tax for Earlier Years			<u>565</u>		<u>—</u>
<b>PROFIT/(LOSS) AFTER TAXATION</b>			<u>1,79,75,080</u>		<u>30,31,845</u>
Balance Profit brought forward from previous year			<u>22,03,501</u>		<u>32,35,346</u>
Transferred from General Reserve			<u>—</u>		<u>50,00,000</u>
<b>PROFIT AVAILABLE FOR APPROPRIATION</b>			<u>2,01,78,581</u>		<u>22,03,501</u>
<b>APPROPRIATIONS</b>					
Transferred to General Reserve			<u>1,80,00,000</u>		<u>—</u>
Balance carried to Balance Sheet			<u>21,78,581</u>		<u>22,03,501</u>
			<u>2,01,78,581</u>		<u>22,03,501</u>
<b>Earning Per Share</b>			<b>6.00</b>		<b>(2.01)</b>

Notes on Accounts & Significant Accounting Policies

12

The Schedules referred to above form an integral part of the Profit & Loss Account.  
As per our Annexed Report of even date.

For **Das & Prasad**  
Chartered Accountants  
**P. K. Agarwal**  
Partner  
Membership No. 056921  
9, Jagmohan Mullick Lane  
Kolkata - 700 007  
Dated : 21st April, 2005

For and on behalf of the Board

**Sandeep Singhania** Managing Director  
**Sarita Singhania** Wholtime Director