

FROM THE CHAIRMAN'S DESK

Dear Shareholders,

I am pleased to share with you that your Company has enjoying leadership position in the market in the matter of providing hygienic and healthy food including the best aromatic rice to the domestic and international consumers for the last more than 25 years. Company's plants are equipped with the latest automatic machinery imported from Japan, Germany, Denmark and USA, which set the highest standards for the most modern food grain processing plants in India and state of art biomass based power plant producing 'green energy'.

During the year ended 31st March, 2018, your Company recorded Sales of Rs. 6099.51 million as compared to Rs.10214.97 million during the year ended 31st March, 2017, showing decline of 40.28% over the last year. Loss before tax is Rs.2931.61 million during the year under review as compared to Profit of Rs.898.05 millions in the previous year ended 31st March 2017. Consequently, there is a Loss after tax of Rs.2927.26 millions for the year ended 31st March 2018 as against Loss of Rs.11.12 millions during the previous year. Sharp decline in the financial performance is due to failure of banks in the implementation of restructuring scheme approved in 2015. Accounts of company were restructured in March 2015 by Joint Lenders Forum (JLF) consisting of PNB, Syndicate Bank, ICICI Bank and AXIS Bank as per RBI guidelines on the basis of Techno Econo Viability Study (TEV) conducted by internationally renowned company namely Dunn and Bradstreet (D&B) which was further vetted by Independent Evaluation Committee (IEC) of RBI. While company fulfilled its part of obligations, the JLF failed to release the working capital as per approved restructuring scheme due to which operations of the company has affected adversely. This has also been reiterated by TEV conducted by PNBISL in December 2017. The Company has taken legal recourse against the banks on account of their default and likely to file a claim for the losses incurred by the company and its stakeholders. A lacs of farmers, thousands of commission agents, a thousands of transporters, a thousands of labours, shareholders and Government has incurred huge losses the company will take legal action against JLF for compensating the losses to Company and its stakeholders. .



Although the company has received a great set back on account of default of banks in the matter of non implementation of Restructuring Scheme approved in March 2015, yet company is taking steps to come out of this and trying to get the work of milling of Paddy from the Government.

With the capacity installed and competence of management and its workforce, I am confident that the Company shall come out of present situation and shall be able to improve its performance. I am full confident that we shall be able to achieve its past glory. I place on record my sincere thanks to our board of directors for their outstanding support. I would also like to thank the stakeholders and shareholders as well as employees of the company who are working tirelessly to achieve the objectives of the company. I would also like to express my gratitude towards our customers, dealers, suppliers, bankers and other associates for their continued support.

Best regards,

Balbir Singh Uppal
Chairman and Managing Director