VIRAT CRANE INDUSTRIES LTD.,

D. No. 25-2-1, Opp. Mastan Darga, G.T. Road, GUNTUR - 522 004.
Phone : 2223311.

FORM-A

(Pursuant to Clause 31 (a) of the Listing Agreement

1.	Name of the Company	Virat Crane Industries Limited
2.	Annual Financial Statements for the Year ended	March 31st 2015
3.	Type of Audit Observation	Un- Qualified
4.	Frequency of Observation	Not Applicable

For Virat Crane Industries Limited

G.V.S.L. Kantha Rao
Managing Director

For Virat Crane Industries Limited

P.Bhaskara Rao
Chairman of Audit Committee

For Virat Crane Industries Limited

Puvvada Venkata Srihari
Director & Chief Financial Officer

For M/S Nagaraju& Co.,
Chartered Accountants (FRN: 02271S)

K. Nagaraju
Membership No. 020474

CRANE GROUP

Growing Day by Day

CRANE®

23rd ANNUAL REPORT
2014 - 2015

CRANE GROUP

VIRAT CRANE INDUSTRIES LIMITED
GUNTUR

Durga Dairy
Nunna, Nuziveedu Road, Vijayawada

CONTENTS

CORPORATE INFORMATION

Board of Directors
Mr. G. Subba Rao, Chairman
Mr. G. V. S. L. Kantha Rao, Managing Director
Mrs. G. Himaja
Mr. P. V. Srihari
Mr. P. Bhaskara Rao
Mr. M. V. Subba Rao

Key Managerial Personnel
Mr. G. V. S. L. Kantha Rao, MD
Mr. P. V. Srihari, Chief Financial Officer

Stock Exchange:
Bombay Stock Exchange

Statutory Auditors
M/s Nagaraju & Co.,
Chartered Accountants,
D.No. 5-50-91
4/14, Brodipet
Guntur-522002

Cost Auditors
M/s Annavarapu & Co.,
Cost Accountants,
D.No. 5-2-11(100)
2/1, Brodipet
Guntur-522002

Secretarial Auditors
M/s K. Srinivasa Rao & Co.,
Company Secretaries,
D.No. 6-13-14A,
13/3, Arundel Pet,
Guntur-522002

Registrars & Share TransferAgents
M/s Big Share Services Private Limited
306, 3rd floor, Rigt Wing, Amrutha Ville,
Opp: Yasodha Hospital, Rajbhavan Road,
Somajiguda,
Hyderabad- 500082

Depositories:
Central Depository Services Limited
National Securities Depository Services Ltd.

Bankers
HDFC Bank, Lakshmipuram, Guntur
ING Vysya Bank, Arundelpet, Guntur
Canara Bank, Hindu College, Guntur
Oriental Bank of Commerce, Vijayawada

Registered Office
D.No. 25-2-1,
G.T.Road,
Opp: Masthan Durga,
Guntur-522004
Email: viratcraneindustriesltd@gmail.com

Factory Address
Nunna,
Nuziveedu Road,
Vijayawada

CHAIRMAN'S MESSAGE

Dear Stakeholders,

As you all know that, your company incorporated in 1992 continues to achieve corporate excellence. Your company has overcome various obstacles since its formation and has yet set new goals and achieved them resulting in a successful journey.

The strength of our brand, manufacturing facility and distribution network can truly take your Company to new heights in domestic market. Growth plans chalked out by the company have the potential to make your company from a regional brand to national brand.

Our aim for the coming year is to not only focus on geographical expansion but also on product diversification through brand extension.

I take pleasure in thanking each stakeholder for their trust placed, for their hard work and perseverance.

Grandhi Subba Rao
Chairman

MANAGING DIRECTOR'S MESSAGE

Dear Stakeholders,

I am delighted to update you on the performance of Our Company - Virat Crane Industries Limited.

The financial year 2014-15 has been a new milestone for your Company's performance. During the financial year 2014-15, your Company's performance achieved new heights with respect to revenue and profits.

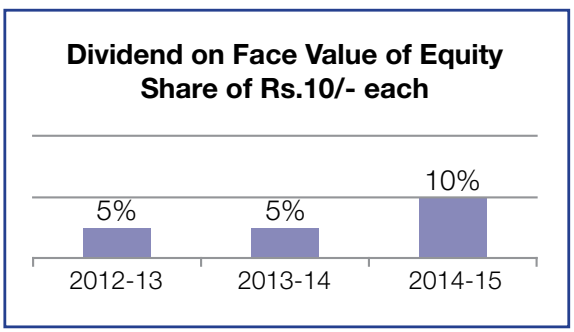
I am pleased to inform you that your Company earned revenue of INR 63.2 crore and achieved its highest ever net profit of INR 5.4 crore during the financial year 2014-15 as against revenue of INR 45.9 crore and net profit of INR 1.4 crore in financial year 2013-14.

This wouldn't have been possible without the efforts of each of our stakeholder. My heartiest congratulations to one and all.

Since last three financial years, your company has constantly declared dividend to its shareholders. For the financial year 2014-15 too, the board is happy to announce a final dividend of 10% on face value

During the year, ghee manufacturers faced challenges due to increased price of milk, cream and butter. Your Company however managed to not only smooth-out the effect of these fluctuations but also deliver a net profit margin of 8.5% as against 3.1% in financial year 2013-14.

VCIL has displayed strong financial prudence as can be seen from the strength of our Balance Sheet. We are virtually a zero debt Company. Our return on average equity for FY2014-15 stood at 21.1% and return on average capital employed at 30.9%.



The new government in the State of Andhra Pradesh took office in FY2014-15 with new policies, programmes and emphasis on enhancing the growth of economy. During the year, the state government of Andhra Pradesh distributed free ghee packets to people with white ration cards on the occasion of Sankrati festival. It not only led to increased consumption of ghee in Andhra Pradesh but also drew people's interest in usage of Ghee for preparation of various food items.

For the financial year 2014-15, we decided to consolidate our market position in the core markets of Andhra Pradesh and Odisha. In the beginning of financial year 2015-16, we conducted a pilot project in the state of Karnataka and have received a very positive response from customers. We are building a robust distribution network in the state of Karnataka in the current financial year FY2015-16. We are also aiming at enhancing our distribution network to reach rural regions of Andhra Pradesh and Odisha as well as Karnataka. We also endeavor to foray into adjoining geographies of West Bengal, Maharashtra, Chattisgarh etc in the coming days.

Your Company also has plans to foray into north Indian states with a new brand of cooking Ghee.

Product diversification:

Your Company has decided to tap the power of Brand Durga by foraying into Curd and Paneer We believe that premium brand image and customer loyalty for Durga ghee will attract premium customers to Durga brands of Curd and Paneer.

New production facility in the state of Odisha:

Your Company has increased its market share in the state of Odisha over the years. We believe that a production facility in Odisha would not only help us reduce the cost of transportation, and give us tax benefits but will also support our strategy of foraying into other Eastern Indian states.

Streamlining the distribution network:

As part of our mission to reach remote markets in the states of our current presence, VCIL intends to sign an MOU with Crane Betel Nut Powder Works to leverage their robust distribution network which shall enhance our presence in the sub-urban and rural markets.

I would like to thank all my colleagues for their constant dedication, commitment and contribution for strengthening the growth prospectus of Virat Crane Industries Limited.

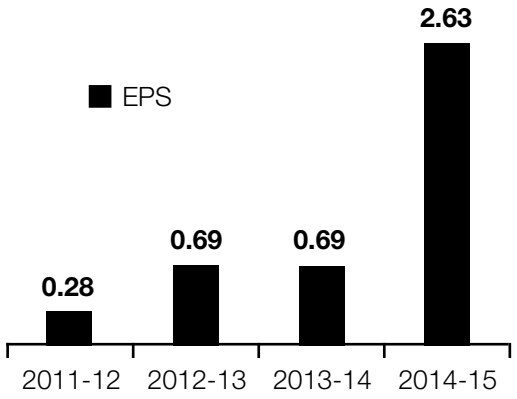
I would like to place on record my sincere appreciation to the Board of Directors for their guidance. I would like to express my gratitude to all our Stakeholders for their continuing faith in Virat Crane Industries Ltd.

With best wishes,

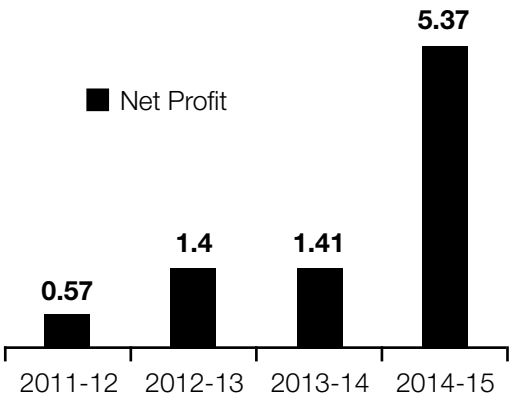
G.V.S.L.Kantha Rao
Managing Director

KEY FINANCIAL INDICATORS

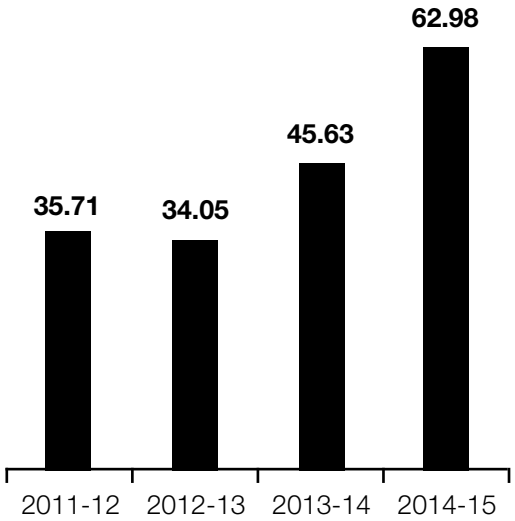
Earning per share
(In Rs.)



Net Profit
(Rs. in Crores)



Revenue from Operations
(Rs. in Crores)



NOTICE OF THE 23rd ANNUAL GENERAL MEETING:

NOTICE is hereby given that the Twenty Third Annual General Meeting of the members of M/s. Virat Crane Industries Limited will be held on Monday, 28th September, 2015 at 10.00 A.M. at Crane Infrastructure Limited Premises, Ankireddypalem Village, NH-5, and Chilakaluripet Road, Guntur to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Statement of Profit and Loss for the year ended March 31, 2015 and the Balance Sheet as at that date together with the reports of the Board of Directors and Auditors thereon.
2. To declare Final Dividend on equity shares for the Financial Year ended 31st March, 2015.
3. To appoint a Director in place of Mr. Puvvada Venkata Srihari (DIN- 03452957) who retires by rotation being eligible, offers himself for re-appointment.
4. To ratify the appointment of M/s. Nagaraju & Co., Chartered Accountants, Guntur (Firm Registration No.002271S) as approved by Members at the Twenty Second Annual General Meeting as Statutory Auditors of the Company, to hold office until the conclusion of Twenty-Fifth Annual General Meeting of the company to be held in the Year 2017, at such remuneration as may be mutually agreed between the Board of Directors and Auditors.

SPECIAL BUSINESS:

5. To consider and, if thought fit, to pass with or without modification, the following resolution as a Ordinary Resolution.

"RESOLVED THAT in modification to the earlier resolutions passed in this regard and as per recommendation of the Remuneration Committee , pursuant to the provisions of Sections 197 and 198 read with the Schedule V and other applicable provisions , if any of the companies Act2013 (here in after referred to as "the said Act"(including any statutory modification(s), enactment(s) or re-enactments thereof for the time being in force) and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and subject to the approval of the central government, if any, approval of the members , be and is hereby accorded for payment of Remuneration up to Rs. 5,00,000 per month to Mr. G.V.S.L.Kantha Rao Managing Director of the Company resulting in revision of remuneration payable with effect from 1st April 2015, for his remaining tenure with the existing terms for his appointment and others remaining unaltered.

RESLOVED FURTHER THAT the Board be and is here by authorised to take all such steps as may be necessary, proper or expedient, to give effect to this resolution.

6. To consider and, if thought fit, to pass with or without modification, the following resolution as a Ordinary Resolution: -(Appointment of Grandhi Himaja as Director of the Company).

"RESOLVED that Mrs. Grandhi Himaja who was appointed by the Board of Directors as an Additional Director of the Company with effect from March 30, 2015 and who holds office upto the date of this Annual General Meeting of the Company in terms of Section 161 of the Companies Act, 2013 ("Act") and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Act proposing her candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company."

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

"RESOLVED THAT pursuant to the provisions of section 180(1)(c) of the Companies Act 2013 and all other applicable provisions if any, or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force) and in terms of Articles of Association of the Company, the Company hereby accords its consent to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any Committee which the Board may constitute for this purpose) of the Company, for borrowing/ Guarantee any sum or sums of money from time to time whether in Indian rupees or foreign currency from any one or more Company's bankers and /or from any one or more persons, firms, bodies corporate, financial institutions, banks or other acceptable source whether by way of advances, deposits, loans, non-convertible debentures, bonds or otherwise and whether unsecured or secured notwithstanding that the moneys to be borrowed together with moneys already borrowed/ Guaranteed by the Company (apart from the temporary loans obtained from the Company's Bankers in the ordinary course of business) will or may exceed the aggregate paid-up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose but, so however, that the total amount up to which the moneys may be borrowed by the Board of Directors and outstanding shall not exceed the sum of Rs.50.00 Crores (rupees fifty crores only) at any one time.

RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board be and is hereby authorized to do all such acts, deeds and things

as it may in its absolute discretion deem fit, necessary, proper or desirable and to settle any question, difficulty, doubt that may arise in respect of the borrowing(s) aforesaid and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

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

"RESOLVED THAT pursuant to the provisions of section 180(1)(a) of the Companies Act 2013 and all other applicable provisions if any, or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force) and in terms of Articles of Association of the Company, the consent of the members be and is hereby accorded to the Board of Directors of the Company for mortgaging / charging all or any of the immovable and movable properties of the Company both present and future and the whole or substantially the whole of the undertaking or the undertakings of the Company on such terms and conditions, as may be agreed to between the Board and Lender(s) to secure the loans / borrowings obtained or as may be obtained, which may exceed the paid-up capital and free reserves in the ordinary course of business but not exceeding Rs. 50.00 Crores (rupees fifty crores only) at any one time.

RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board be and is hereby authorized to do all such acts, deeds and things as it may in its absolute discretion may deem fit, necessary, proper or desirable and to settle any question, difficulty, doubt that may arise in respect of the borrowing(s) aforesaid and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

By the Order of the Board

For Virat Crane Industries Ltd

Sd/-

Place: Guntur
Date: 10.08.2015

G.V.S.L. Kantha Rao
(Managing Director)
(DIN:01846224)

Notes:

1. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business to be transacted at the Annual General Meeting is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ON HIS / HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. Pursuant to Section 105 of the Companies Act, 2013, a person can act as a Proxy on behalf of not more than fifty members holding in aggregate, not more than ten percent of the total share capital of the Company. Members holding more than ten percent of the total share capital of the Company may appoint a single person as Proxy, who shall not act as a Proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution / authority, as applicable.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 25th September, 2015 to, 28th September, 2015 (both days inclusive). The book closure dates have been fixed in consultation with the Stock Exchanges.
4. The Final Dividend for the financial year ended 31st March, 2015, as recommended by the Board, if approved at the AGM, will be paid on or after 3rd October, 2015 to those Members whose name appears in the Register of Members of the Company as on the book closure dates.
5. Members holding shares in demat form are hereby informed that bank particulars registered with their respective Depository Participants, with whom they maintain their demat accounts; will be used by the Company for the payment of dividend. The Company or its Registrar cannot act on any request received directly from the Members holding shares in demat form for any change of bank particulars. Such changes are to be intimated only to the Depository Participants of the Members. Members holding shares in demat form are requested to intimate any change in their address and / or bank mandate immediately to their Depository Participants.
6. Members holding shares in physical form are requested to intimate any change of address and / or bank mandate to M/s. Big Share Services Private Limited / Investor Service Department of the Company immediately.

7. The relevant details of Directors seeking appointment / re-appointment under Item nos. 3, and 6 of this Notice are provided in the Annual Report.

8. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made thereunder, companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their email address either with the Company or with the Depository Participant(s). Members of the Company who have registered their email address are also entitled to receive such communication in physical form, upon request.

9. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members whose email address are registered with the Company or the Depository Participant(s), unless the Members have registered their request for the hard copy of the same. Physical copy of the Notice of AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their email address with the Company or Depository Participant(s). Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the Registration Counter at the AGM.

10. Pursuant to Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and Clause 35B of the Listing Agreement, the Company is pleased to provide the facility to Members to exercise their right to vote on the resolutions proposed to be passed at AGM by electronic means. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on 24th Sep, 2015, i.e. the date prior to the commencement of book closure, are entitled to vote on the Resolutions set forth in this Notice. The members may cast their votes on electronic voting system from place other than the venue of the meeting (remote e-voting). The remote e-voting period will commence at 9.00 a.m. on25th September, 2015 and will end at 5.00 p.m. on 27th September, 2015. In addition, the facility for voting through electronic voting system shall also be made available at the AGM and the Members attending the AGM who have not cast their vote by remote e-voting shall be eligible to vote at the AGM. The Company has appointed Mr. CS .Komatineni Srinivasa Rao, of M/S K.Srinivasa Rao & Co., Company Secretaries Guntur, to act as the Scrutinizer , to scrutinize the entire e-voting process in a fair and transparent manner. The Members desiring to vote through remote e-voting are requested to refer to the detailed procedure given below.

PROCEDURE FOR REMOTE E-VOTING:

The Company has entered into an arrangement with Central Depositary Services Limited (CDSL) for facilitating remote e-voting for AGM. The instructions for remote e-voting are as under:

The e-Voting process to be followed by the shareholders to cast their votes:

Pursuant to Provisions of Section 108 of the Companies Act, 2013 and Rule 20 of Companies (Management and Administration) Rules, 2014, the Company is pleased to offer e-voting facility to the members to cast their votes electronically on all resolutions set forth in the Notice convening the 23rd Annual General Meeting to be held on Monday, 28th September, 2015, at 10.00 AM. The Company has engaged the services of Central Depository Services Limited (CDSL) to provide the E-Voting facility.

The E-Voting Event Number and period of E-voting are set out below:

EVSN (E-VOTING SEQUENCE NUMBER): **150826062**

COMMENCEMENT OF E-VOTING: 25th September 2015 at 9.00 A.M

END OF E-VOTING: 27th September 2015 at 5PM

STEPS & INSTRUCTIONS FOR E-VOTING:

THE INSTRUCTIONS FOR SHAREHOLDERS VOTING ELECTRONICALLY ARE AS UNDER:

(i) The voting period begins on 25th September, 2015 at 09.00 A.M and ends on 27th September, 2015 at 05.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 21st September, 2015 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) The shareholders should log on to the e-votingwebsite www.evotingindia.com.

(iii) Click on Shareholders.

(iv) Now Enter your User ID

a. For CDSL: 16 digits beneficiary ID,

b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

(v) Next enter the Image Verification as displayed and Click on Login.

(vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

(vii) If you are a first time user follow the steps given below:

(viii) After entering these details appropriately, click on "SUBMIT" tab.

(ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential..

(x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xi) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.

(xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xviii) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk. evoting@cdslindia.com.
- After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.

PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.

- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@ cdslindia.com.

(xx) M/s. K. Srinivasa Rao & Co., Company Secretaries, Guntur (Entity ID: 34721) has been appointed as the Scrutinizer to Scrutinize the e-voting process in a fair and transparent manner.

EXPLANATORY STATEMENT:

PURSUANT TO U/S 102 (1) OF THE COMPANIES ACT 2013.

Item No: 5

Mr. GVSL Kantha Rao Managing Director of the company has been instrumental in the growth of the company. he has played a pivotal role in Obtaining Major customers and profitability of the company. with a view to recognition of Mr. GVSL KANTHA RAO for his efforts , the Board of Directors of your company have considerd the recommendation of the Remuneration committee of the Board ,subject to your approval, to pay remuneration up to Rs. 5,00,000 per month to him. Your Board recommends passing of the resolution as set out in item no 5 of this Notice.

None of the directors except Mr. G.V.S.L. Kantha Rao Managing Director, Mr. G. Subba Rao and Mrs. G. Himaja, Directors is interested in passing of the resolution.

Item No: 6

The Board appointed Mrs. Grandhi Himaja, as Additional Director with effect from March 30, 2015. The Board has As per the provisions of Section 161(1) of the Act, she holds office of Additional Director only up to the date of the Forth coming Annual General Meeting of the Company, and is eligible for appointment as Director. The Company has received a notice under Section 160 of the Act proposing her candidature for the office of Director of the Company.

None of the directors except Mr. G.V.S.L. Kantha Rao Managing Director, Mr. G. Subba Rao and Mrs. G. Himaja, Directors is interested in passing of the resolution.

Item No: 7

The Board of Directors of the Company envisages requirements of funds in future. As per the provisions of section 180(1)(c)of the companies Act, 2013, the Board can borrow money subject to the condition that the money to be borrowed together with the monies already borrowed by the company (apart from the temporary loans obtained from the company's bankers in the ordinary course of business) shall not exceed the aggregate, for the time being, of the paid-up capital and free reserves, that is to say, reserves not set for any specific purpose unless the Shareholders by way of special resolution, have authorized the Board to borrow the monies for some higher monetary limits.

Hence, it is proposed to empower and authorize the Board of Directors of the Company to borrow money from any Bank(s), Financial Institutions, Bodies Corporate or Business Associates or any Other person or entity etc., in excess of paid up capital and free reserves of the Company by a sum not exceeding Rs. 50.00 Crores (Rupees Fifty Crores only) in Indian Rupees or Equivalent thereof in any foreign currency (ies) for the purposes of business activities of the company.

As per section 180(1)(c)of the companies Act, 2013 and other applicable provisions of companies Act, 2013, approval of the members is sought by way of a Special resolution.

Hence the Board of Directors recommend passing of the enabling resolution mentioned at item No. 7 in the notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested in the Resolutions except to the extent of their shareholding in the Company, if any.

Your Directors, therefore, commend the resolutions for your approval.

Item No: 8

Pursuant to Section 180(1)(a) of the Companies Act, 2013 consent of the Company is required by way of a special resolution to create mortgage and/or charge on the movable/ immovable properties of the Company. The Members by way of a Special resolution passed at the Annual General Meeting of the Company is to accord their consent to the Board of Directors to mortgage and / or create charge on all or anyone of the movable/ immovable properties or such other assets of the company, subject to the limits of Rs. 50.00 Crores (Rupees Fifty Crores only) borrowed or to be borrowed.

As per section 180(1)(a)of the companies Act, 2013 and other applicable provisions of companies Act, 2013, approval of the members is sought by way of a Special resolution.

Hence the Board of Directors recommend passing of the enabling resolution mentioned at item No. 8 in the notice.

None of the Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested in the Resolutions except to the extent of their shareholding in the Company, if any.

Your Directors, therefore, commend the resolutions for your approval.

By the Order of the Board
For Virat Crane Industries Ltd

Sd/-
G.V.S.L. Kantha Rao
(Managing Director)
(DIN:01846224)

Place: Guntur
Date: 10.08.2015

Annexure to Notice to Share holders
Details of Directors Seeking Appointment / Re-appointment at the Annual General Meeting

Particulars	P.V.Sri Hari	Grandhi Himaja
Date of Birth	12/06/1970	02/08/1982
Date of Appointment/ Reappointment	28.09.2015	30.03.2015
Qualifications	B.com	B.B.A
Expertise in specific functional areas	Finance and Marketing	Management Administration and Marketing
Directorships held in companies	Nil	1.Erico Labs Private Limited 2.Crane Infrastructure Limited
Number of shares held in the Company	11,810	73189

BOARD'S REPORT

To the members,
Virat Crane Industries Limited

The directors submit 23rd annual report of Virat Crane Industries Limited along with the audited financial statements for the financial year ended March 31, 2015.

Financial Results

Particulars	2014-15 (Rs. In Lacs)	2013-2014 (Rs. In Lacs)	2012-13 (Rs. In Lacs)	2011-12 (Rs. In Lacs)
Revenue from Operations & Other Income	6324.59	4596.64	3429.72	3578.62
Profit/(Loss) Before Interest & Depreciation	826.18	245.88	271.39	94.37
Interest	6.57	6.28	24.16	1.28
Depreciation	17.18	20.73	17.93	16.46
Profit before exceptional and extraordinary items	802.44	218.87	229.3	76.63
Profit/ (Loss) before Tax	798.11	213.92	217.68	70.56
Income Tax-(Current Tax)	257.48	68.96	75	34
Previous Year Tax	-1.79	-	-	-
Deferred-tax (expenses)/ Income	-4.83	-3.66	-2.57	21.17
Profit (Loss) after Taxation	537.59	141.29	140.11	57.73
EPS-Basic	2.63	0.69	0.69	0.28
EPS-Diluted	2.63	0.69	0.69	0.28

Dividend:

Your Directors are pleased to recommend a Final Dividend of Rs. 1/- per equity share of face value of Re. 10/- each for the year ended 31st March, 2015.

The Final Dividend, subject to the approval of Members at the Annual General Meeting on 28th September, 2015, will be paid on or after 3rd October, 2015 to the Members whose names appear in the Register of Members, as on the date of book closure, i.e. from 25th September, 2015 to 28th September, 2015 (both days inclusive). The total dividend for the financial year, including the proposed Final Dividend, amounts to Rs. 1/- per equity share and will absorb Rs. 2.45 crores, including Dividend Distribution Tax of Rs. 0.41 crores.

Transfer to reserves:

The Company proposes to transfer Rs. 26.87 Lacs to the general reserve out of the amount available for appropriation and an amount of 510.72 Lacs is proposed to be retained in the profit and loss account.

Company's performance:

During the Year under review revenue from operations for the financial year 2014-15 at 62.95 crores was higher by 37.95% over last year (45.63 crores in 2013-14). Profit after tax (PAT) for the financial year 2014-15 at 5.37 Crores was higher by 280% over last year (1.41 Crores in 2013-14).

Directors' responsibility statement:

Pursuant to Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

i.) in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;

ii.) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;

iii.) the directors had taken proper and sufficient care for the maintenance of adequate accounting records inaccordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv.) the directors had prepared the annual accounts on a going concern basis;

v.) the directors, had laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;

vi.) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

EXTRACT OF THE ANNUAL RETURN AS PER MGT-9:

The details forming part of the extract of the Annual Return in form MGT-9 as required under Section 92 of the Companies Act, 2013 is included in this Report as Annexure - I and forms an integral part of this Report.

Changes among Directors and key managerial personnel:

Retire by rotation:
Mr. P. V. Srihari director liable to retire by rotation under the Articles of Association of the Company in forth coming Annual General Meeting and being eligible, offer himself for reappointment as Director. The Board recommends his re appointment

Appointment of Woman Director:
During the year Mrs. Grandhi Himaja Appointed as Additional Director of the company with effect from 30.03.2015

Resignation of Director:
Mr. R.Jagadeesh Kumar resigned from the office of director due to his personal reasons with effect from 30.03.2015

Appointment of Chief Financial Officer:
Mr. P. V. Srihari director of the company designated as chief Financial Officer under section 203 of the companies Act 2013 with effect from 30.03.2015

Number of meetings of the board:

Six meetings of the board were held during the year, details of the meetings of the board, given in corporate governance report, which forms part of this report.

Board evaluation:

The board of directors has carried out an annual evaluation of its own performance, Board committees and Individual directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by Securities and Exchange Board of India ("SEBI") under Clause 49 of the Listing Agreements ("Clause 49").The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc. The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc. The Board and the Nomination and Remuneration Committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of independent Directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

Policy on directors' appointment and remuneration and other details:

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the directors' report.

Declaration Given By Independent Directors:

During the year under review, one meeting of independent directors was held on 30th march, 2015 in compliance with the requirements of schedule iv of the companies act, 2013.
All the independent directors of the company have declared that they meet the criteria of independence in terms of section 149(6) of the companies act, 2013 and that there is no change in status of independence

Internal financial control systems and their adequacy:

The details in respect of internal financial control and their adequacy are included in the Management Discussion & Analysis as Annexure III, of this report.

Audit committee and Other Board Committees:

The details pertaining to composition of audit committee and other Board Committees are included in the Corporate Governance Report, which forms part of this report.

Auditors:

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s Nagaraju & Co.,

Chartered Accountants, were appointed as statutory auditors of the Company from the conclusion of the 22nd annual general meeting (AGM) of the Company held on September 29, 2014 till the conclusion of the Twenty fifth AGM to be held in the year 2017, subject to ratification of their appointment at every AGM. Your directors propose to ratify their appointment for the financial year 2015-16.

Auditors report:

The auditors' report does not contain any qualifications, reservations or adverse remarks. Audit Report is given as an annexure which forms part of this report.

Cost Auditor:

Pursuant to the Provisions of the Section 148 of the Companies Act, 2013, The Board had appointed M/s. Annavarapu & Co., Cost Accountants, as a Cost Auditors for the financial year 2014-15 to carry out the cost audit of Company's cost records. For financial year 2015-16 Cost Audit is Not applicable our company.

Secretarial Auditors:

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, your Company engaged the services of M/s. K. Srinivasa Rao & Co, Company Secretaries in Practice, Guntur to conduct the Secretarial Audit of the Company for the financial year ended March 31, 2015.

Secretarial auditors' report:

There were no qualifications, reservations or adverse remarks given by Secretarial Auditors of the Company except non-compliance of section 203 of the Companies Act, 2013 in respect to appointment the Company Secretary as Key Managerial Person. The detailed reports on the Secretarial Standards and Secretarial Audit in Form MR- 3 are appended as an Annexure V to this Report.

Risk management:

The Board of the Company has formed a risk management committee to frame, implement and monitor the risk management plan for the Company. The committee is responsible for reviewing the risk management plan and ensuring its effectiveness. The audit committee has additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. The development and implementation of risk management policy has been covered in the management discussion and analysis, which forms part of this report.

Particulars of loans, guarantees and investments:

The particulars of loans, guarantees and investments have been disclosed in the financial statements.

Transactions with related parties:

None of the transactions with related parties falls under the scope of Section 188(1) of the Act. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies(Accounts) Rules, 2014 are given in **Annexure II** in Form AOC-2 and the same forms part of this report.

Corporate social responsibility:

Your Directors are pleased to inform that the provisions of section 135 of the Act, read with Companies (Corporate Social Responsibility Policy) Rules, 2014 are not applicable to the Company for financial year 2014-15.

Particulars of employees:

The information required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below.

The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

Name of the Director	Ratio to median remuneration
G.V.S.L.Kantha Rao Managing Director	1:36

During the year the company does not pay remuneration to Non- Executive Directors.

The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

During the financial year 2014-15 The company does not pay remuneration to Non- Executive Directors

b. The percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year: Nil

c. The percentage increase in the median remuneration of employees in the financial year: 10%

d. The number of permanent employees on the rolls of Company: 41

e. The explanation on the relationship between average increase in remuneration and Company: The Average increase in remuneration given in the company was to offset the average inflation of 8.5% in the year 2014-15,as also to prevent any significant employee attrition at lower levels. The increase was a reflection of company performance.

f. Comparison of the remuneration of the key managerial personnel against the performance of the Company

Aggregate remuneration of key managerial personnel in FY2014-15 was 24.00 Lacs
Revenue Rs.6324.59 Lacs
Remuneration of KMPs (as % of revenue) 0.37%
Profit before Tax (PBT) Rs. 798.10 Lacs
Remuneration of KMP (as % of PBT) 3%

g. Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year:

Particulars	March 31, 2015	March 31, 2014	% Change
Market Capitalisation	Rs.42.07 Cr	Rs.12.80 Cr	228%
Price Earnings Ratio	7.83	9.08	16.01%

h. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

The average annual increase was around 10%.
Increase in the managerial remuneration for the year was Nil

i. Comparison of each remuneration of the key managerial personnel against the performance of the Company:

Remuneration in FY15	24 Lacs
Revenue	Rs.6324.59 Lacs
% on Revenue	0.37%
Profit before Tax	Rs. 798.10 Lacs
Remuneration (as % of PBT	3%

j. The key parameters for any variable component of remuneration availed by the directors: Nil

k. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: None.

l. Affirmation that the remuneration is as per the remuneration policy of the Company:
The Company affirms remunera tion is as per the remuneration policy of the Company.

m. The statement containing particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014: NA

Further, the report and the accounts are being sent to the members excluding the aforesaid annexure. In terms of Section 136 of the Act, the said annexure is open for inspection at the Registered Office of the Company. Any shareholder interested in obtaining a copy of the same may write to the Compliance Officer.

Disclosure requirements:

As per Clause 49 of the listing agreements entered into with the stock exchanges, corporate governance report with auditors' certificate thereon and management discussion and analysis are attached, which form part of this report. The Company has formulated a Whistle Blower Policy to provide Vigil Mechanism for employees including directors of the Company to report genuine concerns. The provisions of this policy are in line with the provisions of the Section 177(9) of the Act and the revised Clause 49 of the Listing Agreement with stock exchange.

Deposits from public:

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

Conservation of energy, technology absorption, foreign exchange earnings and outgo Conservation of energy:

VCIL continues to work on reducing carbon footprint in all its areas of operations through initiatives like
(a) Green infrastructure,
(b) Operational energy efficiency,

Technology absorption, adaption and innovation:
The Company continues to use the latest technologies for improving the productivity and quality of its services.

Foreign exchange earnings and outgo:
Your Company does not have foreign exchange earnings and outgo in financial year 2014-15.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report:
No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the company:
There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company.

Prevention of Sexual Harassment Of Women At Workplace:
As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and Rules made there under, your Company has constituted Internal Complaints Committees (ICC).
Number of Complaints Received During the Year: NiL

Human resources:
Your Company treats its "human resources" as one of its most important assets. Your Company continuously invests in attraction, retention and development of talent on an ongoing basis. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

Management Discussion & Analysis:
A detailed Management Discussion and Analysis forms part of this annual report, which is attached to this Report in Annexure III.

Report on Corporate Governance:
Your Directors are pleased to inform that your Company has implemented all the stipulations prescribed under clause 49 of listing agreement with the stock exchange(s). The Statutory Auditors of the Company have examined the requirements of the Corporate Governance with reference to Clause 49 of the Listing Agreement and have certified the compliance, as required under Clause 49 of the Listing Agreement.
A separate report on Corporate Governance is provided together with a Certificate from the Statutory Auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under Clause 49 of the Equity Listing Agreement with the Stock Exchange(s). A Certificate of the CEO and CFO of the Company in terms of sub-clause IX of Clause 49 of Equity Listing Agreement, inter alia, confirming the correctness of the financial statements and cash flow statements, adequacy of the internal control measures and reporting of matters to the Audit Committee, is also annexed.

Whistle Blower Policy:
The Company established Whistle Blower Policy for directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy. The details are reported in the Reported in the Report on corporate Governance which forms part of this Report.

Transfer of Amounts to Investor Education and Protection Fund:
Pursuant to the provisions of section 124 of the companies Act, 2013, the declared dividends which remained un paid or unclaimed for a period of seven years, have been transferred by the company to the Investor Education and Protection Fund (IEPF) established by the Central Government.
Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

Acknowledgement:
The directors thank the Company's employees, customers, vendors, investors and academic institutions for their Continuous support. The directors also thank the government of various countries, government of India, the governments of various states in India and concerned government departments / agencies for their co-operation. The directors appreciate and value the contributions made by every member of the Virat Crane Industries family.

for and on behalf of the board
for Virat Crane Industries Ltd

	Sd/-	Sd/-
Place: Guntur	(P.Bhaskara Rao)	(G.V.S.L.Kantha Rao)
Date: 10.08.2015	Director	Managing Director
	(Din:01846243)	(Din: 01846224)

Annexure-1

Form No. MGT-9

Extract of Annual Return of Virat Crane Industires Limited

as on the financial year ended on 31st March, 2015

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L74999AP1992PLC014392
ii.	Registration Date	18.06.1992
iii.	Name of the Company	Virat Crane Industries Limited
iv.	Category / Sub-Category of the Company	Company Limited by Share/Indian Non-Government Company
v.	Address of the Registered office and contact details	D.No. 25-2-1, G.T. Road, Opp: Mastan Darga, Guntur. Phone No: viratcraneindustriesltd@gmail.com
vi.	Whether listed company (Yes/No)	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent	M/s Big Share Services Private Limited306, 3rd floor, Rigt Wing, AmruthaVille, Opp: Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad- 500082

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture of Ghee	15203	99.60

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sl. No	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares Held	Applicable Section
-	-	-	-	-	-

IV.SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF	13962743	1337080	15299823	74.9119	13961843	1332080	15293923	74.88	(0.031)
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) bodies corp.	-	-	-	-	-	-	-	-	-
e) any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	13962743	1337080	15299823	74.9119	13961843	1332080	15293923	74.88	(0.031)

(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of promoters (A)= (A)(1)+(A)(2)	13962743	1337080	15299823	74.9119	13961843	1332080	15293923	74.88	(0.031)
B. Public Share-holding	-	-	-	-	-	-	-	-	-
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	5000	5000	0.02	-	5000	5000	0.02	-
b) Banks / FI	-	22300	22300	0.1092	-	22300	22300	0.1092	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	NIL	27300	27300	0.1337	NIL	27300	27300	0.1337	NIL
2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.					-	-	-	-	-
i) Indian	352393	67400	419793	2.0554	32614	67000	399614	1.96	(0.0954)
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual share holders nominal share capital upto Rs.1 lakh	1442342	364700	2807042	13.7440	1403354	1355200	2758554	13.51	(0.23)
ii) Individual share holders holding nominal share capital in excess of Rs 1 lakh	1578861	243500	1822361	8.9228	1640240	243500	1883740	9.56	0.298
c) Others Clearing Members	512	-	512	0.0025	9585	-	9585	0.05	0.0475
Non Resident Indians (specify)	16319	30600	46919	0.2297	20434	30600	51034	0.25	0.0203
Sub-total (B)(2):-	3390427	1706200	5096627	24.9544	3406227	1696300	5102527	24.98	0.0256
Total Public Share holding (B)=(B)(1)+ (B)(2)	3390427	1733500	5123927	25.0881	3413327	1716500	5129827	25.12	(0.0319)
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

Grand Total (A+B+C)	17353170	3070580	20423750	100	17597300	2826450	20423750	100.00	NIL

(ii) **Shareholding of Promoters**

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holdin during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1.	WG LAKSHMI HYMAVATHI	10	0.0000	0.0000	10	0.0000	0.0000	0.0000
2.	GRANDHI NARASAMMA	10	0.0000	0.0000	10	0.0000	0.0000	0.0000
3.	S DHANALAKSHMI THYRU	10	0.0000	0.0000	10	0.0000	0.0000	0.0000
4.	M SRIVASTA	10	0.0000	0.0000	10	0.0000	0.0000	0.0000
5.	P VENKATA SRI KRISHNA	10	0.0000	0.0000	10	0.0000	0.0000	0.0000
6.	SATYANARAYANA SABETO	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
7.	SINDIRI RAJA	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
8.	TANGADU BAIRAGI	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
9.	UMA SANKER SABETO	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
10.	RADHAKRISHNA SABETO	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
11.	MUKUNDA PANDA	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
12.	MAHINDRA SABETO	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
13	A V K SASTRY	100	0.0005	0.0000	100	0.0005	0.0000	0.0000
14	V V S S CHOWDARY	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
15	JAMI CHANDRA SEKHARAO	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
16	DOKI NAGESWARA RAO	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
17	DUMPA RAMA RAO	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
18	VUTLE MEENAKATENE RAO	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
19	VASA SADASIVA RAO	200	0.0010	0.0000	200	0.0010	0.0000	0.0000
20	RAJENDRA BHAGIRATH	300	0.0015	0.0000	300	0.0015	0.0000	0.0000
21	P KRISHNAVENI	400	0.0020	0.0000	400	0.0020	0.0000	0.0000
22	NEMICHAND MEHTA	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
23	JITENDRA CHUNILAL SHAH	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
24	KAMLESH	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
25	KANTILAL JAIN	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
26	CHANDAR BHANDERI	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
27	PIRATLA RAMBABU	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
28	BHARATHI VISVESWARAN	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
29	Vakacharla Satya Nageswara Rao	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
30	SINGAMSETTI NAGARAJU	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
31	Vakacharla China Venkateswara Rao	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
32	Nagula Konda Venkateswara Rao	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
33	BADDIREDDY NAGAMANI	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
34	BADDIREDDVenkata Swamy	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
35	R PAVITRA	500	0.0024	0.0000	500	0.0024	0.0000	0.0000

36	VIDYA SHIVA KUMAR	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
37	S MADAULAL	500	0.0024	0.0000	500	0.0024	0.0000	0.0000
38	RANGARAJ JAIN	700	0.0034	0.0000	700	0.0034	0.0000	0.0000
39	K MANI	800	0.0039	0.0000	800	0.0039	0.0000	0.0000
40	SUBRAMANYAM BATCHU	900	0.0044	0.0000	0	0.0000	0.0000	-0.0044
41	JAYANTHILAL	1000	0.0049	0.0000	1000	0.0049	0.0000	0.0000
42	HARSHED KUMAR DOSHI	1000	0.0049	0.0000	1000	0.0049	0.0000	0.0000
43	G V SURESH	1000	0.0049	0.0000	1000	0.0049	0.0000	0.0000
44	D NAGESH BABU	1200	0.0059	0.0000	1200	0.0059	0.0000	0.0000
45	N NAGAMANI	1200	0.0059	0.0000	1200	0.0059	0.0000	0.0000
46	N VENKATESWARA RAO	1250	0.0061	0.0000	1250	0.0061	0.0000	0.0000
47	LAKSHMI DEVI	1700	0.0083	0.0000	1700	0.0083	0.0000	0.0000
48	A BALA KRISHNA RAO	1700	0.0083	0.0000	1700	0.0083	0.0000	0.0000
49	ANAND KUMAR AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
50	A NAGESWARA RAO	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
51	M VIJAYA KUMAR	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
52	D BHASKARA RAO	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
53	D M SHANKARAPPA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
54	K G PANCHAKSHARAPPA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
55	K RAMESH	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
56	K SUBBAYAMMA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
57	KISHAN JALAN	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
58	M GANESH GUPTA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
59	M N OMKARAPPA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
60	MAHESH KUMAR	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
61	MANOJ KUMAR AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
62	MEENA JAIN	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
63	MOHINIDEVI THARED AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
64	NAGAVARDHINI	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
65	OM PRAKASH AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
66	P MADHUSUDAN	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
67	PRADEEP KUMAR JAIN	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
68	BHARATH S BHOOPALAM	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
69	GRANDHI SUBBARAO	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
70	RAMA GOVINDA RAO VYTLA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
71	PUVVADA VENKATA SRIKRISHNA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
72	V C SHANKARAPPADYEYA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
73	V SUBRAMANYAM	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
74	V CHANDRAMATHI	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
75	S SUBRAMANYAM	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
76	DEEPIKA HASMUKHBHAI PATEL	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
77	VOGGU LAKSHMI NARASIMHA RAO	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000

78	T S R ANJANEYELU	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
79	A RAMESH	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
80	B CHANDRA SEKHAR	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
81	B MURALI KRISHNA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
82	B V RAVI KUMAR	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
83	KUSUM DEVI JALAN	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
84	RAMALINGAIAH	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
85	SNEHA AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
86	SANJAY KUMAR AGARWALA	2500	0.0122	0.0000	2500	0.0122	0.0000	0.0000
87	GELLI KALAVATHI	3000	0.0147	0.0000	3000	0.0147	0.0000	0.0000
88	CHAMPALAL TANI	3700	0.0181	0.0000	3700	0.0181	0.0000	0.0000
89	RAMA MOHAN DEVATHI	3739	0.0183	0.0000	3739	0.0183	0.0000	0.0000
90	DONTHU SESHUKUMAR	3900	0.0191	0.0000	3900	0.0191	0.0000	0.0000
91	SHAKUNTALA DEVI	4900	0.0240	0.0000	4900	0.0240	0.0000	0.0000
92	PARISA BI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
93	R PARIMALA	5000	0.0245	0.0000	0	0.0000	0.0000	-0.0245
94	MITTA NAGAMANI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
95	M V S KUMAR	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
96	SUMATMULL HASTIMAL	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
97	A NARASINGA RAO	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
98	AKULA BALAKRISHNA RAO	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
99	V N PALANI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
100	D RAMACHANDRAIAH	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
101	GANDULURI CHINA VEERA REDDY	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
102	JASTI VIJAYA LAKSHMI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
103	K MANGAYAMMA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
104	K MANIKYAMBA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
105	K SIVA RAMA KRISHNA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
106	K VISHALAKSHI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
107	G RAJA GOPAL	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
108	H R SUBBARAO	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
109	S RUDRAPPA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
110	RASHMI JALANI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
111	T LAKSHMI	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
112	T R SHANKARAPPA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
113	T S PRAKASH	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
114	RAGHAVENDRA RAO MITTA	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
115	KANRAJ M JAIN	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
116	GANAPATHY G S	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
117	VIJAYAKUMAR M	5000	0.0245	0.0000	5000	0.0245	0.0000	0.0000
118	P V KRISHNA	5800	0.0284	0.0000	5800	0.0284	0.0000	0.0000
119	R JAGADISH KUMAR	6500	0.0318	0.0000	6500	0.0318	0.0000	0.0000
120	SARANAM DHANALAKSHMI THAYARU	6600	0.0323	0.0000	6600	0.0323	0.0000	0.0000
121	GRANDHI SUBBA RAO	9000	0.0441	0.0000	9000	0.0441	0.0000	0.0000
122	P SIVA PRASAD	10000	0.0490	0.0000	10000	0.0490	0.0000	0.0000

123	SEEMA MURARKA	10000	0.0490	0.0000	10000	0.0490	0.0000	0.0000
124	CHANDRAKANT A SHAH	10000	0.0490	0.0000	10000	0.0490	0.0000	0.0000
125	GRANDHI HIMAJA	73189	0.3584	0.0000	73189	0.3584	0.0000	0.0000
126	G.LAKSHMI HYMAVATHI	319295	1.5634	0.0000	319295	1.5634	0.0000	0.0000
127	G V S L KANTHA RAO	347800	1.7029	0.0000	347800	1.7029	0.0000	0.0000
128	G V S L KANTHA RAO	710780	3.4802	0.0000	710780	3.4802	0.0000	0.0000
129	G.V.S.L. KANTHA RAO	13523420	66.2142	0.0000	13523420	66.2142	0.0000	0.0000
	Total	15299823	74.9103	0.0000	15293923	74.8814	0.0000	-0.0289

(iii) **Change in Promoters' Shareholding (please specify, if there is no change)**

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	15299823	74.9103		
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):	SUBRAMANYAM BATCHU transfer his shares R. PARIMALA Transfers her shares	900 5000	5900	(0.28)
3	At the End of the year			15293923	74.88

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	M DIVAKAR	222,500	1.09	222,500	1.09
2	C V S L KAMESWARI	185,375	0.91	185,375	0.91
3	Vemparala Sita Rama Sastry	184,225	0.90	184,225	0.90
4	FIRST CALL INDIA EQUITY ADVISORS PVT LTD	182,275	0.89	182,275	0.89
5	SATYASUNDARI VEMPARALA	178,925	0.88	178,925	0.88
6	SRIRAM KUMAR CHAVALI	176425	0.86	176425	0.86
7	MUSUNURI LAKSHMI .	172,525	0.84	172,525	0.84
8	MUSUNURI MARKANDEYULU	170,250	0.83	170,250	0.83
9	AMIT BHUTRA Increase during the Year due to purchase Date of Transfer / No.of Shares: 10-Oct-14 / 25130; 17-Oct-14 / 3270; 28-Nov-14 / 2500; 27-Mar-15 / 38959	0	0	69,859	0.34

10	KOTHURI VNSLNA RANGAVALLI Increase during the Year due to purchase Date of purchase: 16-May-14 — No.of Shares: 2000 Date of purchase: 8-Aug-14 — No.of Shares: 5399	55450	0.27	62,849	0.31

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year			Cumulative Shareholding during the year	
			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	G.V.S.L.Kantha Rao (Managing Director) & KMP	At the beginning of the year	14582000	71.3973	14582000	71.3973
		At the end of the year	14582000	71.3973	14582000	71.3973
2	G.Subba Rao (Non-Executive Director)	At the beginning of the year	11500	0.056	11500	0.056
		At the end of the year	11500	0.056	11500	0.056
3	P.V.Srihari (Director) CFO & KMP	At the beginning of the year	11,810	0.0578	11,810	0.0578
		At the end of the year	11,810	0.0578	11,810	0.0578
4	G.Himaja	At the beginning of the year	73189	0.3584	73189	0.3584
		At the end of the year	73189	0.3584	73189	0.3584
5	P.Bhaskara Rao	At the beginning of the year	2500	0.0122	2500	0.0122
		At the end of the year	2500	0.0122	2500	0.0122
6	M. V.Subba Rao	At the beginning of the year	-	-	-	-
		At the end of the year	-	-	-	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits Rs.)	Unsecured Loans (Rs.)	Deposits (Rs.)	Total Indebtedness (Rs.)
Indebtedness at the beginning of the financial year				
i) Principal Amount	430,123	1,25,62,000	Nil	1,29,92,123
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	430,123	1,25,62,000	Nil	1,29,92,123
Change in Indebtedness during the financial year				
• Addition	12,00,000	Nil	Nil	12,00,000
• Reduction	2,41,571	1,09,93,200	Nil	1,12,34,771
Net Change	9,58,429	(1,09,93,200)	Nil	(1,00,34,771)
Indebtedness at the end of the financial year				
i) Principal Amount	13,88,552	15,68,800	Nil	29,57,352
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	13,88,552	15,68,800	Nil	29,57,352

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	G.V.S.L. Kantha Rao (Managing Director)	Total Amount
1.	Gross salary	Rs.24,00,000	Rs.24,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission - as % of profit - others, specify…	-	-
5.	Others, pleasespecify	-	-
	Total (A)	Rs.24,00,000	Rs.24,00,000
	Ceiling as per the Act	Not Exceeded	Not Exceeded

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Director				Tota Amount (in Rs.)
1.	Independent Directors • Fee for attending board / committee meetings • Commission • Others, please specify	NA	NA	NA	NA	NIL
	Total (1)	NiL	NiL	NiL	NiL	NiL
2.	Other Non-Executive Directors • Fee for attending board / committee meetings • Commission • Others, please specify	Nil				
	Total (2)	NiL	NiL	NiL	NiL	NiL
	Total (B)=(1+2)	NiL	NiL	NiL	NiL	NiL
	Total Managerial Remuneration (A+B)	Rs.24,00,000	-	-	-	24,00,000
	Overall Ceiling as per the Act	NA	NA	NA	NA	NA

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD: Nil

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: Not Applicable

Annexure - II

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis : NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.

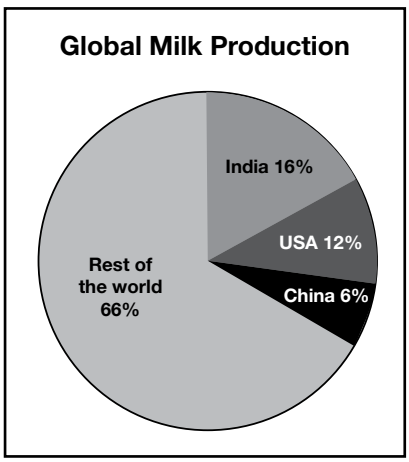
SL. No.	Particulars	Details
	Name (s) of the related party & nature of relationship	1.M/S Crane Betel Nut Powder works, Guntur Relationship: Mr. G. V. S. L. Kantha Rao, Managing Director of the company is proprietor of M/S Crane Betel Nut Powder works, Guntur 2.P.V.Krishna Relationship: Relative of P. V. Srihari Director of the company 3.K.Praveen Relationship: Relative of Managing Director of the company
	Nature of contracts/arrangements/transaction	1. Rs. 1,20,000 Rent paid to M/s Crane Betel Nut Powder works, Guntur 2.Salary of Rs. 6,06,000 paid to P.V.Krishna 3. Salary of Rs.10,80,000 paid to Mr. K.Praveen
	Duration of the contracts/arrangements/ transaction	Nil
	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
	Date of approval by the Board	30th May 2014
	Amount paid as advances, if any	Nil

Annexure-III to Board's Report

Management Discussion and analysis

(A) INDUSTRY STRUCTURE AND DEVELOPMENT:

Ready-to-Eat(RTE) food business in India has been continuously growing over last three years. According to neutral industry studies, the Indian RTE food market is projected to grow at a CAGR of 21.99% during 2014-19 in terms of value. Ghee production cost is a function of milk prices. Thanks to 'Operation Flood' India is the largest milk producing and consuming market in the world.



However, milk prices registered significant inflation during the year due to increased cattle feed costs. However, the NDDB of India has devised the National Dairy Development Plan to increase production of milk by atleast 6 million tons per annum by 2027 and has set aside approx. USD 3 billion to attain this objective. This is expected to control the price increase.

Your Company's main products include Ghee prepared from high-quality Buffalo milk - 'Durga Ghee' and from Cow milk – 'Kamadhenu Ghee'. Ghee is known to be a rich source of energy. Both our brands are in Ready-to-Eat and Ready-to-Use form.

Pure Ghee is the most important raw material for sweet-makers, premium bakers and various other food products. Cow ghee is mostly used for religious prayers and rituals.

On the other hand, Ghee manufacturers continue to benefit from an array of factors including increased per capita income driving the need for value-added products, economic activity on the rise in the urban and rural centres, the emergence of modern retail. Emergence of nuclear families is creating a need for products that are convenient yet safe and traditional. The dairy industry is growing backed by the following additional trends

(i) Cooperatives modernizing with products which are gold standard

(ii) Regional private players looking to go national and investing in both brand building and capacity

(iii) International Dairy companies looking to invest into the Indian market

The Value-Added Dairy Industry in the coming years is expected to witness increased growth and significant investments with an emphasis on offering the consumer superior and differentiated products.

(B) BUSINESS STRATEGY:

This year your Company focused on enhancing the revenues and profits. We also modernized the packaging of the product and enhanced production efficiency to achieve business goals. Operations were improved to minimize waste, increase productivity and improve quality.

Your Company continued to support its brands i.e. Durga and Kamadhenu aggressively to remain on top of consumers' mind and reinforce their affection for the brands. Brands are the pillars of your Company's current business and its future. Consumer brands such as Ghee require high investment behind building consumer equity. Your Company is focused on making sure that the capital isutilized effectively and efficiently. Through the use of sophisticated analytical tools, your Company has been able to significantly improve return on its marketing investment.

Operational Efficiency:

Your Company will also implement various initiatives in all areas of operations to create an efficient and robust supply chain and supply chain capabilities to enhance sales and service to the trade and final consumers. The business will also look for opportunities to reduce cost by infusing new technology and implement cost savings across the value chain.

(C) SEGMENT INFORMATION:

The primary business of your company is Food products comprising Ghee.

(D) OUTLOOK:

In the near term, it is expected that the economic conditions will change positively. Your Company estimates industry growth to be higher than growth rates of earlier years. While this presents a revenue opportunity, your Company also expects a benign market for its key raw materials. Company is also planning to set up a new manufacturing facility in Orissa that will not only lead to savings of logistics costs but also lead to reduction in tax due to various incentives. In Financial year 2015-16, your company will also diversify beyond Andhra Pradesh and Orissa into Karnataka and a few other states. Your company will also leverage the Durga brand by diversifying into Curds and Paneer. Your Company will focus on the fundamental building blocks of businesswise. width/depth and quality of distribution, efficiency in operations, consistent and high product quality, aggressive support for its brands and nurturing a strong and cohesive team to achieve faster than market and profitable growth. Other key plan on the anvil is introduction of a new brand of Ghee for the north-Indian market – Bhavani Ghee.

Such product and geographical diversification is expected to further strengthen your company.

(E) FINANCIAL AND OPERATIONAL PERFORMANCE:

Sale of Products in the domestic market for ghee products representing the performance of your Company grew 38% from Rs 45.63 Cr crores in 2013-14 to Rs 62.98 crores in2014-15.Profit after tax grew 280.5% from Rs 1.41 Crores to Rs 5.38 Crores.

(F) OPPORTUNITIES AND THREATS:

The strength of your Company lies in its brand, 'Durga' since 1995. The brand has over the decades gained the loyalty of its customers in the regions of Andhra Pradesh and Odisha as the premium brand in the market. Expansion into other states and brand extension would be other opportunities available to us and we plan to capitalize on these opportunities.

Entry of new players, both domestic and international, seeking a share of the growing industry and willing to invest for the long term is a key threat. On the other hand, co-operatives are strengthening their position with control over milk subsidizing value added portfolios. Also, unforeseen global and domestic social, economic events could act as threats to the business of your Company.

A combination of premium positioning, strengthening an already strong brand through consistent investment, product and geographic diversification will help exploit the opportunity while serving as tools to deal with the threats in the market.

(G) RISKS AND CONCERNS:

Primary risk to the business will be on account of adverse changes to the economy. Volatility in commodity prices is the other risk.

(H) INTERNAL CONTROL SYSTEMS AND ADEQUACY:

Your Company's internal control systems are commensurate with the nature, size and complexity of its business and ensure proper safeguarding of assets, maintaining proper accounting records and providing reliable financial information. An external independent firm carries out the internal audit of the Company operations and reports its findings to the Audit Committee on a regular basis. Internal Audit also evaluates the functioning and quality of internal controls and provides assurance of its adequacy and effectiveness through periodic reporting. Your Company has a code of business conduct for all employees and a clearly articulated and internalized delegation of financial authority.

These authority levels are periodically reviewed by management and modifications, if any, re-submitted to the Audit Committee and Board for approval. Your Company also takes prompt action on any violations of the code of business conduct by its employees. The Audit Committee also reviews the risk management framework periodically and ensures it is updated and relevant.

(I) HUMAN RESOURCES AND INDUSTRIAL RELATIONS:

Your Company has laid high emphasis on driving an effective and transparent Performance Culture and an open mindset. This is evident in the way performance is closely tracked and its impact on your Company's financial sustainability monitored.

Management provides feedback not only on performance but also on demonstration of Core Values and Leadership skills defined for each layer of Organization hierarchy. To performers and high achievers are recognized for their exemplary performance as part of the rewards and recognition program. In the year gone by, your Company has focused on functional training programs such as Food Safety and Regulations, Energy Management, Lean Sigma, TQM and Industrial Safety.

In 2014-15, your Company has continued to maintain amicable Industrial Relations by focusing on increased engagement with employees through formal and informal communication and training forums. As of 31 March 2015, Your Company had 41 employees on-roll.

CAUTIONARY STATEMENT:

Statements in this Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to your Company's operations include raw material availability and prices, cyclical demand and pricing in the Company's principal markets, competitive actions, changes in Government regulations, tax regimes, economic developments in India and in countries in which the Company conducts business and other incidental factors.

Annexure-IV to Board's Report
Corporate Governance Report for the financial year 2014-15

1. Company's Philosophy on Code of Governance:

Effective corporate governance practices constitute the strong foundation on which successful commercial enterprises are built to last. The Company's philosophy on corporate governance ensures fiscal accountability, ethical corporate behavior and fairness to all stakeholders comprising regulators, employees, customers, vendors, investors and the society at large. The Company has a strong legacy of fair, transparent and ethical governance practices. The Company has adopted a code of conduct for its employees including the managing director and the executive directors. In addition, the Company has adopted a code of conduct for its non-executive directors and independent directors. The Company's corporate governance philosophy has been further strengthened through the, the Virat Crane Industries Limited Code of Conduct for prevention of insider trading. The Company is in compliance with the requirements stipulated under Clause 49 of the Listing Agreements entered into with the stock exchanges with regard to corporate governance.

2. Board of Directors:

The Board of Directors is entrusted with the ultimate responsibility of the management, general affairs, direction and performance of the Company and has been vested with requisite powers, authorities and duties.

i. Composition of the Board

The Board comprises such number of Non-Executive, Executive and Independent Directors as required under Clause 49 of the listing Agreement with stock exchange and other applicable legislations. As on date of this Report, the Board consists of Six Directors comprising two Independent Directors, one Executive Director, One Managing Director and two non-executive directors. The composition of the Board represents an optimal mix of professionalism, knowledge and experience and enables the Board to discharge its responsibilities and provide effective leadership to the business

ii. None of the directors on the board hold directorships in more than ten public companies. Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he is a director. Necessary disclosures regarding committee positions in other public companies as on March 31, 2015 have been made by the directors.

iii. Independent directors are non-executive directors as defined under Clause 49(II)(B)(1) of the Listing Agreements entered into with the Stock Exchanges. The maximum tenure of the independent directors is in compliance with the Companies Act, 2013 ("Act"). All the Independent Directors have confirmed that they meet the criteria as mentioned under clause 49 of the Listing Agreement and Section 149 of the Act.

iv. The names and categories of the directors on the board, their attendance at board meetings held during the year and the number of directorships and committee chairmanships / memberships held by them in other public companies as on March 31, 2015 are given herein below.

Name of the Director	Category	Number of board meetings during the year 2014-15		Whether attended last AGM held on 29.9.2014	Number of directorships in other Public Companies	Number of committee positions held in other public companies	
		Held	Attended			Chairman	Member
Grandhi Subba Rao Din:01864400 (Chaiman)	Non-Executive Director Non- Independent	6	6	Yes	1	0	0
G.V.S.L.Kantha Rao Din:01846224	Executive Director	6	6	Yes	3	2	3
R.Jagadeesh Kumar* Din:03055375	Non- Executive Independent Director	6	6	Yes	0	0	0
Grandhi Himaja** Din: 06505782	Non-Executive Director Non- Independent	6	0	Yes	1	0	3
Puvvada Venkata Srihari Din:03452957	Executive Director CFO	6	6	Yes	0	0	0

Bhaskar Rao Potti Din:01846243	Non-Executive Director Independent	6	6	Yes	2	2	2
Mattupalli Venkata Subba Rao Din: 06959568	Non-Executive Director Independent	6	3	No	1	2	2

* Resigned as Director of the Company w.e.f 30.03.2015

** Appointed as an Additional and Non-Executive Director W.e.f March 30, 2015

v. Six board meetings were held during the year and the gap between two meetings does not exceed one hundred twenty days.

The dates on which the said meetings were held:

S.NO	Board Meeting Date
1	30.05.2014
2	14.08.2014
3	28.08.2014
4	13.11.2014
5	09.02.2015
6	30.03.2015

the necessary quorum was present for all the meetings.

vi. During the year a separate meeting of the independent directors was held inter-alia to review the performance of non-independent directors and the board as a whole.

Vii. The Board periodically reviews compliance reports of all laws applicable to the Company, prepared by the Company.

3 . Committees of the board:

I. Audit committee

i. The audit committee of the Company is constituted in line with the provisions of Clause 49 of the Listing Agreements entered into with the stock exchanges read with Section 177 of the Act.

ii. The terms of reference of the audit committee are broadly as under:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- .Recommend the appointment, remuneration and terms of appointment of auditors of the Company;
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- Reviewing, with the management, the annual financial statements and auditors' report thereon before submission to the board for approval, with particular reference to:

✓ Matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section 3 of section 134 of the Act

✓ Changes, if any, in accounting policies and practices and reasons for the same Major accounting entries involving estimates based on the exercise of judgment by management

✓ Significant adjustments made in the financial statements arising out of audit findings Compliance with listing and other legal requirements relating to financial statements

✓ Disclosure of any related party transactions

✓ Qualifications in the draft audit report

- Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- Reviewing, with the management, the statement of uses / application of funds raised through issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilised for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- Review and monitor the auditors' independence and performance, and effectiveness of audit process;
- Approval or any subsequent modification of transactions of the Company with related parties;
- Scrutiny of inter-corporate loans and investments;

- Valuation of undertakings or assets of the Company, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;
- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- Discussion with internal auditors of any significant findings and follow up there on;
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- Establish a vigil mechanism for directors and employees to report genuine concerns in such manner as may be prescribed;
- To review the functioning of whistle blower mechanism.
- Approval of appointment of CFO;
- The audit committee may call for the comments of the auditors about internal control systems,
- the scope of audit, including the observations of the auditors and review of financial statement
- before their submission to the board and may also discuss any related issues with the internal and statutory auditors and the management of the Company;
- Carrying out any other function as is mentioned in the terms of reference of the audit Committee;
- Oversee compliance with legal and regulatory requirements
- To mandatorily review the following information:

✓ Management discussion and analysis of financial condition and results of operations;

✓ Statement of significant related party transactions (as defined by the audit committee),submitted by management;

✓ Management letters / letters of internal control weaknesses issued by the statutor Auditors;

✓ Internal audit reports relating to internal control weaknesses; and

✓ The appointment, removal and terms of remuneration of the chief internal auditor.

iii. The audit committee invites executives, as it considers appropriate (particularly the head of the finance function) representatives of the statutory auditors and representatives of the internal auditors to be present at its meetings. The Company Secretary or in absence of company secretary, compliance officer acts as the secretary to the audit committee.

iv. The previous annual general meeting (AGM) of the Company was held on September 29, 2014 and was attended by Mr. R.Jagadeesh Kumar, Chairman of the audit committee.

v. The composition of the audit committee and the details of meetings attended by its members are given below:

Name	Categeory	Number of meetings during the Financial Year 2014-15	
		Held	Attended
Sri R. Jagadeesh Kumar*	I&NED	4	4
Sri G. Subba Rao	NED	4	4
Sri. P. Bhaskar Rao (Chairman)**	I& NED	4	4
Sri M. V. SUBBA RAO***	I& NED	4	0

* Resigned as a Member due to his resignation of directorship
** Appointed as chairman of the committee w.e.f. March 30, 2015
*** Appointed as a member of the committee w.e.f. March 30, 2015

vi. Four audit committee meetings were held during the year and the gap between two meetings does not exceed four months. The dates on which the said meetings were held are as follows:

S.No	Date
1	30.05.2014
2	14.08.2014
3	13.11.2014
4	09.02.2015

The necessary quorum was present for all the meetings.

II. Nomination and Remuneration Committee (Formerly known as Remuneration Committee):

i. In compliance with the provisions of Section 178 of the Companies Act, 2013 and the Listing Agreement, the Board has renamed the existing "Remuneration Committee" as the "Nomination and Remuneration Committee "Nomination and Remuneration Committee comprises of One Non-Executive Director and Two Independent Directors viz . Mr. G.Subba Rao, Mr. P. Bhaskar Rao. R. Jagadeesh Kumar upto March 30, 2015 and Mr. M.V.Subba Rao (w.e.f March 30, 2014) The Chairman of the Committee is an Independent Director.

ii. The policy of the Company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Sub-section (3) of section 178 of the Companies Act, 2013, adopted by the Board is recommended by the Nomination and Remuneration Committee. We affirm that the remuneration paid to the directors is as per the terms laid out in the nomination and remuneration policy of the Company.

(a) **Terms of Reference:**

The Company had constituted the Nomination and Remuneration Committee under Section 178 of the Companies Act, 2013. The broad terms of reference are to determine and recommend to Board, Compensation payable to Executive Directors, appraisal of the performance of the Managing Directors / Whole-time Directors and to determine and advise the Board for the payment of annual commission/compensation to the Non-Executive Director and to recommend to the Board appointment/ reappointment and removal of Directors. To frame criteria for determining qualifications, positive attributes and Independence of Directors and to create an evaluation framework for Independent Directors and the Board.

(b) **Composition, Meetings and Attendance during the year:**

The composition of the nomination and remuneration committee and the details of meetings attended by it members are given below:

Name	Category	Number of meetings during the financial year 2014-15	
		Held	Attended
R. Jagadeesh Kumar*	I&NED	4	4
**P. Bhaskar Rao (Chairman)	I&NED	4	4
G. Subba rao	NED	4	4
M. V. SUBBARAO***	I&NED	4	0

* R. Jagadeesh Kumar resigned as a Member due to his resignation of directorship on 30.03.2015
** Appointed as chairman of the committee w.e.f. March 30, 2015
*** Appointed as a member of the committee w.e.f. March 30, 2015

During the year, four meetings of the nomination and remuneration committee were held on

S.No	Date
1	30.05.2014
2	14.08.2014
3	13.11.2014
4	09.02.2015

(c) Selection and Evaluation of Directors:

The Board has based on recommendations of the Nomination and Remuneration Committee, laid down following policies:

1. Policy for Determining Qualifications, Positive Attributes and Independence of a Director
2. Policy for Board & Independent Directors' Evaluation

(d) Performance Evaluation of Board, Committees and Directors:

Based on the criteria laid down in the Policy for evaluation of Board and Independent Directors, the Board carried out the annual performance evaluation of Board Committees and the Independent Directors, whereas at a separate meeting, Independent Directors evaluated the performance of Executive Directors, Board as a whole and of the Chairman. Nomination and Remuneration Committee also evaluated individual directors' performance.

i) As per the said Policy, evaluation criteria for evaluation Board inter alia covers: Composition in light of business complexities and statutory requirements; establishment of vision, mission, objectives and values for the Company; laying down strategic road map for the Company & annual plans; growth attained by the Company; providing leadership and directions to the Company and employees; effectiveness in ensuring statutory compliances and discharging its

duties / responsibilities towards all stakeholders; Identification, monitoring & mitigation of significant corporate risks; composition of various committees, laying down terms of reference and reviewing committee's working etc.

ii) Performance evaluation criteria for Executive Directors inter alia include: level of skill, knowledge and core competence; performance and achievement vis-à-vis budget and operating plans; Effectiveness towards ensuring statutory compliances; discharging duties/responsibilities towards all stakeholders; reviewing/monitoring Executive management performance, adherence to ethical standards of integrity & probity; employment of strategic perception and business acumen in critical matters etc.

iii) Performance of Independent Directors is evaluated based on: objectivity & constructivity while exercising duties; providing independent judgment on strategy, performance, risk management and Board's deliberations; devotion of sufficient time for informed decision making; exercising duties in bona fide manner; safeguarding interests of all stakeholders, particularly minority shareholders; upholding ethical standards of integrity & probity; updating knowledge of the Company & its external environment etc

iv) Committees of the Board are evaluated for their performance based on: effectiveness in discharging duties and functions conferred; setting up and implementation of various policies, procedures and plans, effective use of Committee's powers as per terms of reference, periodicity of meetings, attendance and participation of committee members; providing strategic guidance to the Board on various matters coming under committee's purview etc

(e) Remuneration Policy for Directors:

The Committee has formulated Policy for Remuneration of Directors, KMP & other employees. As per the Policy, remuneration to Non-executive Independent Directors include:

a. Sitting Fees for attending meetings of the Board as well as Committees of the Board as decided by the Board within the limits prescribed under the Companies Act.

b. Travelling and other expenses they incur for attending to the Company's affairs, including attending Committee and Board Meetings of the Company.

(f) Remuneration to Executive Directors:

The appointment and remuneration of Executive Directors including Managing Director, Joint Managing Director and Whole Time Director is governed by the recommendation of the Remuneration and Nomination Committee, resolutions passed by the Board of Directors and Shareholders of the Company. The remuneration package of Managing Director, Joint Managing Director and Whole Time Director comprises of salary, perquisites, allowances and other retirement benefits as approved by the shareholders at the General Meetings of the Company.

Name	Salary	Benefits/Perquisites and allowances	Commission
G.V.S.L.Kantha Rao	24,00,000	-	-

(g) Remuneration to Non-Executive Directors:

The Non-Executive Directors are paid remuneration by way of Sitting Fees. The Non Executive Directors are paid sitting fees for each meeting of the Board and Committee of Directors attended by them:- Nil

(h) Employee stock option scheme:

The Company does not have any employee stock option scheme

III. Stakeholders' relationship committee:

i. The Company had a shareholders / investors grievance committee of directors to look into the redressal of complaints of investors such as transfer or credit of shares, non-receipt of dividend /notices / annual reports, etc. The nomenclature of the said committee was changed to stakeholders' relationship committee in the light of provisions of the Act and revised clause 49 of the Listing Agreement.

ii. The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

Name	Category	Number of meetings during the financial year 2014-15	
		Held	Attended
R.Jagadeesh Kumar*	I&NED	4	4
P. Bhaskar Rao (chairman)	I&NED	4	4
G.V.S.L.Kantha Rao	ED	4	4
M.V. Subba Rao**	I&NED	4	0

* Resigned as member w.e.f March 30, 2015

** Appointed as a member of the committee w.e.f. March 30, 2014

iii. Four meetings of the stakeholders' relationship committee were held during the year.

S.No	Meeting Date
1	30.05.2014
2	14.08.2014
3	13.11.2014
4	09.02.2015

SEBI vide Circular Ref: CIR/OIAE/2/2011 dated June 3, 2011 informed the company that they had commenced processing of investor complaints in a web based complaints redress system "SCORES". Under this system, all complaints pertaining to companies are electronically sent through SCORES and the companies are required to view the complaints pending against them and submit Action Taken Report (ATRs) along with supporting documents electronically in SCORES.

All the requests and complaints received from the shareholders were attended to within the stipulated time and nothing was pending for disposal at the end of the year.

iv) Name, designation and address of Compliance Officer:
Mr. G. V. S. L. Kantha Rao
Managing Director and Compliance Officer
Virat Crane Industries Limited, Guntur
Telephone: 0863-2223311
Email:viratcraneindustriesltd@gmail.com

4. Details of investor complaints received and redressed during the year 2014-15 are as follows:

Opening balance	Received during the year	Resolved duringthe year	Closing balance
0	6	6	0

5. Other committees:

iHealth, safety and sustainability committee
The Health, safety and sustainability committee of directors is responsible for framing and implementation of broad guidelines / policies with regard to the health, safety and sustainability activities of the Company, review the policies, processes and systems periodically and recommend measures for improvements from time to time. During the year, two meeting of the Health, safety and sustainability committee was held on February 9th, 2015 and 30.03.2015 the composition of the Health, safety and sustainability committee and details of the meetings attended by its members are given below:

Name	Category	Number of meetings during the financial year 2014-15	
		Held	Attended
G. V. S. L.Kantha Rao (Chaiman)	ED	2	2
M.V. Subba Rao	I&NED	2	2

6. General body meetings:

i. General meeting

a. Annual general meeting:

Financial year	Date	Time	Venue
2011-12	29.09.2012	10.00A.M	Factory Premises Ankireddypalem Village, Chilakaluripet pet Road, Guntur
2012-13	30.09.2013	10.00A.M	Factory Premises, Ankireddypalem Village, Chilakaluripet Road, Guntur
2013-14	29.09.2014	10.00A.M	NH-5, Ankireddypalem Village, Chilakaluripet pet Road, Guntur

b. Extraordinary general meeting:
No extraordinary general meeting of the members was held during the year 2014-15.

ii. Special resolutions:
No special resolution was passed by the Company in any of its previous three AGMs.

iii. Details of special resolution passed through postal ballot, the persons who conducted the postal ballot exercise and details of the voting pattern.
During the year under review, no special resolution has been passed through the exercise of postal ballot. None of the items to be transacted at the ensuing meeting is required to be passed by postal ballot.

7. Disclosures:

i. Related Party transactions
All material transactions entered into with related parties as defined under the Act and Clause 49 of the Listing Agreement during the financial year were in the ordinary course of business. These have been approved by the audit committee.

ii. Details of non-compliance by the Company, penalties imposed on the Company by the stock exchanges or the securities and exchange board of India or any statutory authority, on any matter related to capital markets, during the last three years 2012-13, 2013-14 and 2014-15 respectively: NIL

iii. The Company has adopted a whistle blower policy and has established the necessary vigil mechanism for employees and directors to report concerns about unethical behavior. No person has been denied access to the chairman of the audit committee. Whistle blower policy of Virat Crane Industries Limited given as Annexure to this report.

iv. Reconciliation of share capital audit:
A qualified practicing Company Secretary carried out a share capital audit to reconcile the total admitted equity share capital with the NSDL and Central Depository services (India) Limited (CDSL) and the total issued and listed equity share capital. The audit report confirms that the total issued / paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with CDSL.

Details of shareholding in physical mode and electric mode with NSDL and CDSL as on 31.03.2015

S.NO	Particulars	No. of Shares	% equity
1	CDSL	1122937	5.50
2	NSDL	16245133	79.54
3	Physical	3055680	14.96
4	Total	20423750	100.00

vi. Code of Conduct
The members of the board and senior management personnel have affirmed the compliance with the Code applicable to them during the year ended March 31, 2015. The Annual Report of the Company contains a Certificate by the CEO and Managing Director in terms of Clause 49 of the listing agreement based on the compliance declarations received from Independent Directors, Non-Executive Directors and Senior Management.

8. Subsidiary companies:
The company does not have any subsidiary Companies

9. Means of communication:

a. As required under the Listing Agreement entered into with the stock exchange, particular of directors seeking appointment / re-appointment at the forthcoming AGM are given in the Annexure to the notice the AGM to be held on September 28, 2015.
b. The quarterly, half-yearly and annual results of the Company are published in English and vernacular Language
c. The Company's results were disseminated on website of Bombay Stock Exchange
d. The Management Discussion and Analysis Report is included as Annexure III in this Report

10. General shareholder information:

Particulars	**Information**
i. Annual General Meeting:	
Date :	September 28, 2015
Time :	10.00 Am.
Venue :	Premises of Crane Infrastructure Limited , NH-5, Ankireddypalem Village Chilakaluripet pet Road, Guntur
ii. Year ending :	1st April to 31st March
AGM in :	28th September 2015

Financial Calendar (tentative)	1st quarter results: before 15th August,2015 2nd quarter results: before 15th November,2015 3rd quarter results: 15th February,2016 4th quarter results: Before 30th May ,2016
Dividend and Due date for dividend payment :	Board of Directors has recommended a dividend of Rs. 1/- per equity share of Rs. 10/- each fully paid up for the financial year 2014-15.On approval of the shareholders , the dividend, shall be Credited / on or after 3rd October, 2015.
iii. Date of book closure / record date	As mentioned in the Notice of the AGM to be held on September 28, 2015.
iv. Listing on stock exchanges :	BSE Limited (BSE)
v. Stock Codes / Symbol:	Security Id: VIRAT CRA
Scrip Code:	519457
Listing Fees.	paid
vi. Corporate identity number (CIN) :	L74999AP1992PLC014392

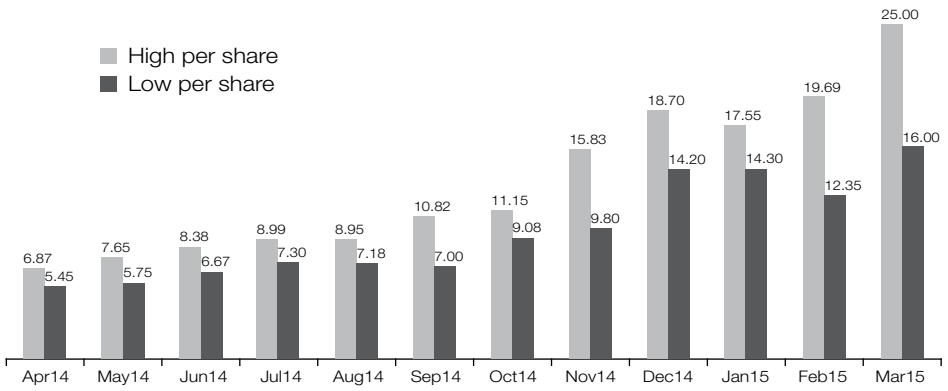
vii. Dividend policy:

Dividends, other than interim dividend(s), are to be declared at the annual general meetings of shareholders based on the recommendation of the board of directors. Generally, the factors that may be considered by the board of directors before making any recommendations for dividend include, without limitation, the Company's future expansion plans and capital requirements, profits earned during the fiscal year, cost of raising funds from alternate sources, liquidity position, applicable taxes including tax on dividend, as well as exemptions under tax laws available to various categories of investors from time to time and general market conditions.

viii. Market price data:

High, low (based on daily closing prices) and number of equity shares traded during each month in the yr 2014-15 on BSE:

Month	High	Low	Total number of equity shares traded
April 2014	6.87	5.45	39710
May 2014	7.65	5.75	39526
June 2014	8.38	6.67	135389
July 2014	8.99	7.3	46217
August 2014	8.95	7.18	52562
September 2014	10.82	7	154085
October 2014	11.15	9.08	69041
November 2014	15.83	9.8	142040
December 2014	18.7	14.2	233129
January 2015	17.55	14.3	70543
February 2015	19.69	12.35	102730
March 2015	25	16	170927



11. Registrars and transfer agents:

M/s Big Share Services Private Limited

306, 3rd floor, Rigt Wing, Amrutha Ville, Opp: Yasodha Hospital, Rajbhavan Road, Somajiguda, Hyderabad- 500082

12. Share transfer system:

Transfers of the shares are done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form the transfer documents can be lodged with **M/s Big Share Services Private Limited** at the above mentioned addresses. Transfer of shares in physical form is normally processed within ten to twelve days from the date of receipt, if the documents are complete in all respects. The Directors and certain Company officials (including Chief Financial Officer and Company Secretary), under the authority of the board, severally approve transfers, which are noted at subsequent board meetings

13. Shareholding as on March 31, 2015:

a. Distribution of equity shareholding as on March 31, 2015:

Number of shares	No. Of Shares holders	% Percentage	No. of shares	% Percentage
1 - 500	6002	85.3405	1344217	6.5816
501 - 1000	504	7.1662	423428	2.0732
1001 - 2000	223	3.1708	340189	1.6657
2001 - 3000	112	1.5925	284740	1.3942
3001 - 4000	31	0.4408	109468	0.5360
4001 - 5000	58	0.8247	280726	1.3745
5001 - 10000	61	0.8673	450432	2.2054
10001 & above	42	0.5972	17190550	84.1694
GRAND TOTAL	7033	100	20423750	100

b. Categories of equity shareholders as on March 31, 2015:

Category	Number of equity shares held	Percentage of holding
Promoters	15293923	74.88
Other Entities of the Promoters Group	-	
Insurance Companies		
Indian Public and others	4651879	22.78
Mutual Fund and UTI	5000	0.02
Corporate Bodies	399614	1.96
Banks, Financial Institutions, State and Central Government	22300	0.11
Foreign Institutional Investors	-	
Foreign Portfolio Investor – CORP	-	
NRI's / OCBs / Foreign Nationals	51034	0.25
GRAND TOTAL	20423750	100

14. Dematerialisation of shares and liquidity:

As on 31.03.2015, 85% of the equity shares of the Company are in Demat form. The Company's shares are compulsorily traded in dematerialized form. The Company's equity shares are regularly traded on BSE, in dematerialized form investors are therefore advised to open a demat account with the depositary participant of their choice to trade in demat form. under the depository system, the international securities identification number (ISIN) allotted to the Company's shares is ISN: INE295C01014

15. Outstanding GDRs / ADRs / Warrants or any convertible instruments, conversion date and likely impact on equity:

The Company has not issued any GDRs / ADRs / Warrants or any convertible instruments in the past and hence as on March 31, 2015, the Company does not have any outstanding GDRs / ADRs / Warrants or any convertible instruments.

16. Equity shares in the suspense account:

In accordance with the requirement of Clause 5A(I) of the Listing Agreements entered into with the stock exchanges, the Company reports the following details in respect of equity shares lying in the suspense account which were issued in dematerialized form pursuant to the public issue of the Company:

Particulars	Number of shareholders	Number of equity shares
-	-	-

The voting rights on the shares outstanding in the suspense account as on March 31, 2015 shall remain frozen till the rightful owner of such shares claims the shares.

17. Transfer of unclaimed / unpaid amounts to the investor education and protection fund (IEPF):

Pursuant to sections 205A and 205C of the Companies Act, 1956 and other applicable provisions, if any, of the Act, all unclaimed / unpaid dividend, remaining unclaimed / unpaid for a period of seven years from the date they became due for payment, in relation to the Company, have been transferred to the IEPF established by the Central Government.

Unclaimed Dividend with details as on 31.03.2015

Particulars	Dividend of 2013-14.Y	Dividend of 2012-13 F.Y
Unclaimed Dividend	Rs. 6,51,078	Rs. 6,76,398

Details of Unclimed/ Unpaid dividend, remaining unclaimed / unpaid for a period of seven years from the date they became due for payment which was Not Transferred to IEPF: Nil

18. Address for correspondence:

Virat Crane Industries Limited
D.NO. 25-2-1, G.T Road,
Opp: Mastan Darga
Guntur-522004
email: viratcraneindustriesltd@gmail.com

Annexure to Corporate Governence Report
Whistle Blower Policy of Virat Crane Industries

1. SPIRIT AND SCOPE OF THE POLICY:

(a) This policy aims to:
Provide avenues for Employees and Directors to raise concerns and receive feedback on

- any action taken;
- Provide avenue for Employees and Directors to report breach of Company's policies
- Reassure Employees and Directors that they will be protected from reprisals or
- victimization for Whistle Blowing in good faith.

(b) There are existing procedures in place to enable employees to lodge a grievance relating to their own employment. This Whistle Blowing Policy is intended to cover concerns that fall outside the scope of other procedures. That concern may be about an act or omission that:

- is unlawful or in breach of any law;
- is against the Company's Polices;
- falls below established standards or practices; or
- amounts to improper conduct, unethical behavior or suspected fraud

2. SAFEGUARDS:

(a) Harassment or Victimization The Company recognizes that the decision to report a concern can be a difficult one to make, not least because of the fear of reprisal from those responsible for the malpractice or from superiors. The Company will not tolerate harassment or victimisation and will take action to protect an individual when they raise a concern in good faith. In case, a Whistle Blower is already the subject of any disciplinary action those procedures will not be halted as a result of their Whistle Blowing.

(b) Confidentiality The Company will do its best to protect an individual's identity when s/he raises a concern and does not want their name to be disclosed. It must be appreciated that a statement from the Whistle Blower may be required as part of the evidence in the investigation process.

(c) Anonymous Allegations This Policy encourages individuals to put their names to allegations. However, individuals may raise concerns anonymously. Concerns expressed anonymously will be evaluated by the Company for investigation. In exercising this discretion, the factors to be taken into account would include:

- The seriousness of the issue raised;
- The credibility of the concern; and
- The likelihood of confirming the allegation from attributable sources.

(d) Untrue Allegations If the Whistle Blower makes an allegation in good faith, which is not confirmed by the investigation, no action will be taken against the Whistle Blower. If a complaint is malicious or vexatious, disciplinary action will be taken.

3. RAISING A CONCERN:

(a) Operational concerns shall be raised with Line Manager or Skip Line Manager. Whistle Blowing mechanism should be used for potentially serious or sensitive issues.

(b) The first step should be to approach the relevant Business Head. In case the Business Head or Senior Management is the subject of complaint, the employees can directly reach out to HR Director or Legal Director. If the Business Head finds the Whistle Blower complaint to be substantiated, s/he will consult with the HR Director or Legal Director on referring it to the appropriate body formed by the Company for such purposes. Employees of the HR/ Legal Director's Services should raise their concerns with the Finance Director.

(c) employees may send in written communications to Manager – Corporate Policies and Compliances, C/o Legal Department at HO.

(d) The background and history of the concern, giving names, dates and places where possible, should be set out and the reason why the individual is particularly concerned about the situation. Those who do not feel able to put their concern in writing can telephone or meet the appropriate officer (immediate superior or Legal Director).

(e) The complainant is not expected to prove the truth of allegation, but should be able to demonstrate that there are sufficient grounds for concern. Employees must raise concerns immediately. This will support investigation process and enable faster implementation of corrective actions, if any.

(f) Advice and guidance on how matters of concern may be pursued can be obtained from the Code Officer.
(g) In case of any serious concerns, the Whistle Blower may also directly approach the Chairperson of the Audit Committee.

4. HOW THE COMPLAINT WILL BE DEALT WITH :

(a) The concerns raised may: form the subject of an independent inquiry;

- be investigated internally;
- be referred to the external Auditor; or•
- be referred to the police; if required.

(b) Upon receipt of a concern, an initial enquiry will be made to decide whether an investigation is appropriate and, if so, what form it should take. Some concerns may also be resolved by an agreed action without the need for investigation. (c) After the concern has been

evaluated, the Company will write to the complainant: acknowledging that the concern has been received;

- indicating how it is proposed to be dealt with;
- informing whether further investigations will take place, and if not, why not.

(d) The amount of contact between the body considering the issues and the complainant will depend on the nature of the matters raised, the potential difficulties involved and the clarity of the information provided. If necessary, further information will be sought from the complainant.

(e) The Company will take steps to protect the Whistle Blower from victimization and minimize any difficulties which a person reporting under Whistle Blowing may experience as a result of raising a concern.

(f) The Company accepts and would take such steps as may be required to assure the Whistle Blower that the matter has been appropriately addressed.

5. REPORTING:

The concerns raised under Whistle Blowing shall be reported periodically to Management Committee and Audit Committee of the Company.

6. THE COMPLIANCE OFFICER:

The Managing Director acting as the Compliance Officer of the Company shall also act as the Compliance Officer under the Whistle Blowing Policy.

7. ADDRESS FOR REPORTING AND COMMUNICATION:

write to the Compliance Officer – Corporate Policies and Compliances, Virat Crane Industries Limited Guntur

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS ANDSENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Managing Director and Executive Directors. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. I confirm that the Company has in respect of the year ended March 31, 2015, received from the Senior Management Team of the Company and the Members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

Sd/-
G.V.S.L.Kantha Rao
(Managing Director & Compliance Officer)

Place: Guntur
Date: 10.08.2015

MANAGING DIRECTOR & CHIEF FINANCIAL OFFICER REPORT
CERTIFICATE PURSUANT TO CLAUSE 49 (IX) OF THE LISTING AGREEMENT

To
Board of Directors of Virat Crane Industries Limited

We, the undersigned, in our respective capacities as Managing Director and Chief Financial Officer of Virat Crane Industries Limited ("the Company"), to the best of our knowledge and belief certify for the financial year ended 31st March, 2015 that:

(a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:

i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which 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 that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the Audit committee

(i) that there are no significant changes in internal control over financial reporting during the year;

(ii) that there are no significant changes in accounting policies during the year; and

(iii) that there are no instances of significant fraud of which we have become aware.

for Virat Crane Industries Ltd

	Sd/-	Sd/-
Place: Guntur	(P.V.Srihari)	(G.V.S.L.Kantha Rao)
Date: 30.05.2015	CFO	Managing Director

COMPLIANCE CERTIFICATE ON CORPOATE GOVERNANCE

TO
THE MEMBERS OF VIRAT CRANE INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by **VIRAT CRANE INDUSTRIES LIMITED** ("the Company"), for the year ended March 31, 2015, as stipulated in Clause 49 of the Listing Agreements of the Company entered into with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of 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 explanations given to us and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements. We state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sd/-
Nagaraju & Co.,
Chartered Accountants
FRN: 02271S

Place: Guntur
Date: 10.08.2015

Annexure-V to Board's Report

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2015
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
M/s. Virat Crane Industries Ltd,
Guntur

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Virat Crane Industries Ltd (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2015 according to the provisions of:

(i). The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii). The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii). The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv). Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v). The Following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.:-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not applicable to the Company during the Audit Period);

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999/ The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 – (Not applicable to the Company during the Audit Period);

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the Audit Period) and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period);

(vi). The Company has identified the following laws as specifically applicable to the Company:

1. Food Safety and Standards Act 2006
2. Andhra Pradesh (Agl. Produce and live stock) Markets Act, 1966
3. Andhra Pradesh (Agl. Produce and live stock) Markets Rules, 1969
4. The Food Safety and Standards Regulations, 2011
5. The Prevention of Food Adulteration Act, 1954

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India (Not notified hence not applicable to the Company during the audit period).

(ii) The Listing Agreements entered into by the Company with the Stock Exchanges in India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above *except that The Company has not appointed a Company Secretary as Key Managerial Person (KMP). This is a non-compliance of section 203 of the Companies Act, 2013 and clause 47 (a) of the Listing Agreement*.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Direc-

tors that took place during the period under review were carried out in compliance with the provisions of the Act

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, there are no specific events/ actions having a major bearing on the Company's affairs in pursuance of the laws, rules, regulations, guidelines, standards, etc, referred to above.

Place: Guntur
Date: 10th Aug, 2015

For K. Srinivasa Rao & Co.,
Company Secretaries.,

Sd/-
K. Srinivasa Rao, Partner
FCS. No. 5599/ C. P. No: 5178

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

'ANNEXURE A'

To,
The Members
M/s Virat Crane Industries Ltd,
Guntur

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Guntur
Date: 10th Aug, 2015

For K. Srinivasa Rao & Co.,
Company Secretaries.,

Sd/-
K. Srinivasa Rao, Partner
FCS. No. 5599/ C. P. No: 5178

Independent Auditor's Report

To the Members of Virat Crane Industries Limited

We have audited the accompanying financial statements of **VIRAT CRANE INDUSTRIES LIMITED ("the Company ")**, Which comprise the Balance Sheet as at 31st March, 2015, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of the 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes 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 frauds and other irregularities; selection and application of appropriate accounting policies: making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 judgement, 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. 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 on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31st March, 2015;

b) In the case of the Statement of Profit and Loss Account, of the profit for the year ended on that date; and

c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;

d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on March 31, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of section 164(2) of the Act; and

f) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of the our information and according to the explanations given to us:

i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note: 1 (Notes to accounts) to the financial statements.

ii. the Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses. – Refer Note: 7(Notes to accounts) to the financial statements.

iii. There were no amounts which are required to be transferred to Investor Education and Protection Fund by the Company.

for Nagaraju & Co.,
Chartered Accountants
FRN: 02271S

Sd/-
K.Nagaraju
Proprietor
M.No: 020474

Place: Guntur
Date: 30.05.2015

Annexure to the Independent Auditor's Report:

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31st March, 2015, we report that:

i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.

b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

ii. a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals.

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) In our opinion and on the basis of our examination of the records, the company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.

iii. a) The Company has granted loans to two bodies listed in the register maintained under section 189 of the Companies Act, 2013 ("the Act").

b) The terms of arrangement does not stipulate any repayment schedule and the loans are repayable on demand.

c) There are no overdue amounts of more than one lakh in respect of loans granted to the bodies corporate listed in the register maintained under section 189 of the Act.

iv. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventories, fixed assets and with regards to sale of goods. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.

v. The Company has not accepted any deposits from the public.

vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the goods produced by the Company.

vii. a) According to information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Cess to the extent applicable and any other material statutory dues have generally been regularly deposited with the appropriate authorities.

b) According to the information and explanations given to us and on the basis of the documents the disputed statutory dues which have not been deposited with the appropriate authorities are as under:

Nature of the Statute	Nature of the Dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Agricultural Market Committee Cess	Cess	10,55,689	1994-95 to 2000	Supreme Court of India
Income Tax Act, 1961	Income Tax	7,30,591	2002-03	Commissioner of Appeals, Income Tax (Hyderabad)
AP VAT	Commercial Taxes Department	73,27,091	2006-07 to 2011-12	Commercial Tax Officer, Nandigama Circle

ii) The demand made by Sales Tax Authority towards APGST for the year 1999-2000 is Rs.1.95 Lakhs against which appeal is preferred with Tribunal. The demand against Luxury Tax made by Commercial Tax Officer for Rs.3,47,484/- for the year 2005-06 in April 2008 is contested by appeal before Hon'ble High Court Of Andhra Pradesh by remitting Rs.1,73,742/- (which is 50% of demand).

c) According to the information and explanation given to us, there were no amounts which were required to be transferred to Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under.

viii) The Company does not have any accumulated losses as at 31st March, 2015 and has not incurred cash losses in the current and immediate preceding financial year.

ix) Based on our audit procedure and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.

x) According to the information and explanations given to us, the Company has given Corporate Guarantees to IDBI for the term loan of Rs. 10 Crores taken by Virat Crane Bottling Limited and Virat Agritech for the term loan of Rs. 13.24 Crores and the same is not prejudicial in the interest of the company.

xi) In our opinion and according to the information and explanations given to us, the term loan raised was utilized for the purpose for which it was obtained.

xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

for Nagaraju & Co.,
Chartered Accountants
FRN: 02271S

K.Nagaraju
Proprietor
M.No: 020474

Place: Guntur
Date: 30.05.2015

VIRAT CRANE INDUSTRIES LIMITED

 # 25 - 2 - 1, G.T Road, Opposite Maidan Durga
Guntur - 522004.
Statement of Assets & Liabilities as at

(In Rupees)

	Particulars	Notes No.	March 31, 2015	March 31, 2014
I.	**EQUITY AND LIABILITIES**			
1	**Shareholders' Funds**			
	(a) Equity Share Capital	1	204,237,500	204,237,500
	(b) Reserves and surplus	2	98,435,570	31,498,298
2	**Non-Current Liabilities**			
	(a) Long-Term Borrowings	3	919,852	348,123
	(b) Other Long Term Liabilities	4	19,107,817	19,871,105
	(c) Long-Term Provisions	5	788,188	788,188
3	**Current Liabilities**			
	(a) Short-Term Borrowings	6	2,037,700	12,848,000
	(b) Trade Payables		21,804,783	30,786,174
	(c) Other Current Liabilities	7	28,032,370	26,841,841
	(d) Short-Term Provisions	8	33,868,380	14,058,885
	TOTAL		381,094,859	361,783,005
II.	**ASSETS**			
	Non-Current Assets			
1	(a) Fixed Assets			
	(i) Tangible Assets	9	20,316,801	20,886,948
	(ii) Capital Work in Progress			-
	(iii) Intangible Assets		101,858,203	101,858,203
	(b) Non-Current Investments	10	41,242,800	41,242,800
	(c) Deferred Tax Assets (net)		3,294,244	3,747,432
	(d) Long-Term Loans and Advances		67,837,845	67,837,845
	(e) Other Non-Current Assets	11	8,035,917	12,480,728
2	**Current assets**			
	(a) Current Investments			-
	(b) Inventories	12	41,298,843	29,837,854
	(c) Trade Receivables	13	10,320,321	11,394,115
	(d) Cash and Cash Equivalents	14	17,580,880	10,852,149
	(e) Short-Term Loans and Advances	15	20,834,513	20,870,978
	(f) Other Current Assets	16	48,436,773	30,783,375
	Miscellaneous Expenditure not Written off		-	701,830
	TOTAL		381,094,859	361,783,005
	Significant Notes & Accounting Policies	24		

Notes referred above form an integral part of the financial statements

As per our report of even date
for NAGARAJU & Co.,
Chartered accountants
Firm Registration No: 022718

for and on behalf of the board
for VIRAT CRANE INDUSTRIES LIMITED

Sd/-	Sd/-	Sd/-	Sd/-
K. Nagaraju	P. Bhaskar Rao	G. V. S. L. Kantha Rao	P. V. Srihari
Proprietor	Director	Managing Director	C.F.O.
M. No. 020474			
Date: 30.05.2015			

VIRAT CRANE INDUSTRIES LIMITED
 # 25 - 2 - 1, G.T Road, Opposite Marian Darga
Guntur - 522004.

Statement of Profit & Loss for the year ended

(In Rupees)

	Particulars	Note No.	March 31, 2015	March 31, 2014
I.	Revenue from operations	17	629,851,392	456,330,314
II.	Other income	18	2,607,851	3,333,767
III.	Total Revenue (I + II)		632,459,243	459,664,081
IV.	Expenses:			
	Cost of materials consumed	19	482,206,056	377,514,577
	Changes in inventories	20	810,256	3,495,009
	Employee benefits expense	21	5,729,945	5,264,348
	Finance costs	22	6,131,625	3,318,122
	Depreciation	9	1,717,614	2,073,186
	Other expenses	23	54,919,027	45,409,528
	Miscellaneous Expenditure Written Off		701,500	701,500
	Total expenses (IV)		552,214,923	437,776,870
V.	Profit before exceptional and extraordinary items and tax (III-IV)		80,244,320	21,887,211
	Less : Prior Period Expenses		433,722	494,832
			79,810,598	21,392,379
VI.	Exceptional items		-	-
VII.	Profit before TAX		79,810,598	21,392,379
VIII.	Tax expense:			
	(1) Current tax		25,749,290	6,896,454
	(2) Previous Year Tax		(179,545)	
	(2) Deferred Tax-(Expense)/Income		483,198	366,466
IX.	Profit (Loss) for the period (VII-VIII)		53,758,655	14,129,459
X.	Earnings per equity share:			
	Basic		2.63	0.69
	Diluted		2.63	0.69
	Significant Notes & Accounting Policies	24		

Notes referred above form an integral part of the financial statements

As per our report of even date
for NAGARAJU & Co.,
Chartered accountants
Firm Registration No: 02271S

for and on behalf of the board
for VIRAT CRANE INDUSTRIES LIMITED

Sd/-	Sd/-	Sd/-	Sd/-
K. Nagaraju	P. Bhaskar Rao	G. V. S. L. Kantha Rao	P. V. Srihari
Proprietor	Director	Managing Director	C.F.O.
M. No. 020474			
Date: 30.05.2015			

VIRAT CRANE INDUSTRIES LIMITED
 # 25 - 2 - 1, G.T Road, Opposite Mastan Darga
Guntur - 522004.

Cash Flow Statement For The Year Ended 31.03.2015

Particulars	Amount(Rs)	Amount(Rs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit after Tax		**53,758,665**
Add: Income Tax	25,748,290	
Deferred Tax	483,188	
Depreciation	1,717,614	
Misc Expenses Written off	701,500	
Loss on sale of Vehicles	106,894	
		28,757,486
Less:		
Rental Income	85,000	
		85,000
Operating Profit Before Tax and Working Capital Changes		**82,431,151**
Less: Taxes Paid		6,896,454
Operating Profit Before Working Capital Changes.		**75,534,697**
Working Capital Changes		
Decrease in Trade Payables	(17,890,421)	
Incease in Inventory	(11,658,709)	
Increase in Trade Debtors	773,794	
Increase in Other Current Liabilities	190,738	
Decrease in Short Term Provisions	(222,433)	
Increase in Other Current Assets	(17,873,398)	
Net Cash Flows From Operating Activities		**28,854,268**
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(4,496,370)	
Sale of Vehicle	320,000	
Rental Income	85,000	
Net Cash Flows From Investing Activities		**(4,091,370)**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in Long term borrowings	573,529	
Decrease in Short Term Borrowings	(10,608,300)	
Decrease in Other Long Term liabilities	(473,288)	
Decrease in Non Current Assets	4,484,809	
Increase in Short Term Loans & Advances	(63,535)	
Payment of Dividend & Dividend Tax	(11,947,383)	
Net Cash Flows From Financing Activities		**(18,034,168)**
Net Cash Flows during the year		**6,728,730**
Add: Opening Balance of Cash & Cash Equivalents		10,852,149
Closing Balance of Cash & Cash Equivalents		**17,580,880**

As per our report of even date
for NAGARAJU & Co.,
Chartered accountants
Firm Registration No: 02271S

for and on behalf of the board
for VIRAT CRANE INDUSTRIES LIMITED

Sd/-	Sd/-	Sd/-	Sd/-
K. Nagaraju	P. Bhaskar Rao	G. V. S. L. Kantha Rao	P. V. Srihari
Proprietor	Director	Managing Director	C.F.O.
M. No. 020474			
Date: 30.05.2015			

Note 1 - Share Capital

Particulars	As on 31st March, 2015	As on 31st March, 2014
	Rs	Rs
Authorised		
2,20,00,000 Equity Shares of `10 each	220,000,000.00	220,000,000.00
Issued		
2,04,25,750 Equity Shares of `10 each	204,237,500.00	204,237,500.00
Subscribed & Paid up		
2,04,25,750 Equity Shares of `10 each fully paid	204,237,500.00	204,237,500.00
Less : Calls in Arrears	-	-
TOTAL	204,237,500.00	204,237,500.00

Note 1 A Reconciliation of Funds of share holders outstanding at the beginning and end of 31.03.2015

Particulars	As on 31st March, 2015		As on 31st March, 2014	
	Equity Shares		Equity Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	20,423,750.00	204,237,500.00	20,423,750.00	204,237,500.00
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	20,423,750.00	204,237,500	20,423,750.00	204,237,500.00

Note B :
All the share holders of the company have equal rights with regard to dividend and voting rights

Note C : Details of Share Holders holding more than 5% Shares

Sl. No	Name of Shareholder	As at 31st March 2015		As at 31st March 2014	
		No. of Shares	% of Holding	No. of Shares	% of Holding
	G.V.S.L Kantha Rao	14,582,000.00	71.40	14,582,000.00	71.40

Note: 2 - Reserves & Surplus

Particulars	As at 31.03.2015	As at 31.03.2014
a. General Reserve		
Opening Balance	15,631,148	14,924,675
Add: Addition during the year	2,687,933	706,473
Less: Carrying Value of Assets adjusted as per Sch.II to Companies Act,2013	(2,900,998)	-
Total (a)	**15,418,083**	**15,631,148**
b. Surplus in Statement of Profit & Loss		
Opening Balance	14,867,140	1,444,155
Add: Profit for the period	53,758,665	14,129,458
Less: Appropriations		
Transfer to General Reserve	2,687,933	706,473
Proposed Dividend & Tax on Proposed Dividend	11,947,385	-
Total (b)	**53,990,487**	**14,867,140**
TOTAL (a) + (b)	**69,408,570**	**30,498,288**

Note: 3 - Long Term Borrowings

Particulars	As at 31.03.2015	As at 31.03.2014
Secured		
Vehicle Loans from HDFC	919,652	346,123
Total	**919,652**	**346,123**

Note: 4 - Other Long Term Liabilities

Particulars	As at 31.03.2015	As at 31.03.2014
(a) Deffered Sales Tax & CST	13,461,657	13,907,071
(b) APGST Penality	2,384,040	2,384,040
© Others	3,352,120	3,379,994
Total	**19,197,817**	**19,671,105**

Note: 5 - Long Term Provisions

Particulars	As at 31.03.2015	As at 31.03.2014
(a) Provision for employee benefits		
Gratuity (unfunded)	788,188	788,188
Total	**788,188**	**788,188**

Note: 6 - Short Term Borrowings

Particulars	As at 31.03.2015	As at 31.03.2014
Secured		
Current maturities of Long term Debt/ Borrowing		
Vehicle Loans from HDFC	468,900	84,000
Unsecured Loans		-
Chits Payable	1,568,800	12,562,000
TOTAL	**2,037,700**	**12,646,000**

Note: 7 - Other Current Liabilities

Particulars	As at 31.03.2015	As at 31.03.2014
(a) Advance from Customers	474,337	474,337
(b) Other Liabilities	569,659	484,213
© Stamp Duty Expenses Payable	6,000,000	6,000,000
(d) Outstanding Expenses	814,555	658,814
(e) Others	1,327,477	756,712
(f) Statutory Liabilities		
(i) Taxes Payable	47,368	45,568
(ii) TDS Payable	413,524	612,714
(iii) Agricultural Cess Payable	243,490	1,138,067
(h) Sundry Ceditors for Expenses & Services	10,613,146	10,727,922
(i) Sundry Creditors for Capital Goods	2,058,024	1,327,172
(j) Debtors with Credit balances	4,690,758	2,738,199
(j) Banks with Credit Balances	1,780,042	3,877,923
Total	**29,032,379**	**28,841,641**

Note: 8 - Short Term Provisions

Particulars	As at 31.03.2015	As at 31.03.2014
(a) Provision for employee benefits		
P.F. Payable	66,496	47,329
Bonus	202,317	352,608
Leave Encashment	79,897	171,214
(b) Others		
Provision for Income Taxation	33,219,670	14,367,834
Total	**33,568,380**	**14,938,985**

VIRAT CRANE INDUSTRIES LIMITED
FINANCIAL YEAR 2014-15
SLM METHOD OF DEPRECIATION AS PER SCH. II TO COMPANIES ACT,2013.

Note: 9

Fixed Assets	Gross Block				Accumulated Depreciation					Net Block	
	As at 31 March 2014	Additions	Disposals	As at 31 March 2015	Depreciation as on 31/03/2014	Depreciation for the Year	Adjustment for Disposal/Sale	Depreciation as on 31/03/2015	Adj. Against reserve	As at 31 March 2015	As at 31 March 2014
1 Land	2,383,410	-		2,383,410	-	-	-	-	-	2,383,410	2,383,410
2 Buildings	4,139,534			4,139,534	499,797	113,201	-	592,998	-	3,546,536	3,639,737
3 Plant and Equipment	28,423,223	2,694,080		31,117,303	16,756,929	977,998	-	17,776,927	2,406,671	10,933,705	11,624,294
4 Furniture and Fixtures	1,239,365	-		1,239,365	1,163,304	-	-	1,163,304	14,013	61,948	75,981
5 Vehicles	4,933,944	1,644,200	904,012	5,674,132	2,421,453	552,516	477,118	2,496,851	108,537	3,068,744	2,512,491
6 Office equipment	3,878,851	156,090		3,238,141	2,360,827	73,899	-	2,453,926	321,777	462,438	696,024
Total	44,998,327	4,494,370	904,012	47,791,885	23,248,998	1,717,414	477,118	24,484,006	2,980,998	20,316,881	20,949,945

Note 1: Goodwill is created due to merger and demerger of Glass Division and Infra Division respectively.

Note 2: Pending Completion of registration formalities, the assets under scheme of amalgamation have been transferred and brought into the Books of Accounts.

Note 3: Pursuant to Companies Act, 2013(the Act), becoming effective from 1st April 2014, the Company has reworked depreciation with reference to useful lives of fixed assets prescribed under Schedule II to the Act. Due to this revision, depreciation is lower by Rs. 5.21 lakhs for the year ended 31.03.2015. Further, based on the transitional provision in Note 7(b) of Sch. II, in case of assets whose useful lives are 'nil' as on 01.04.2014, the carrying value amounting to Rs. 29.91 Lakhs(after retaining residual value) has been adjusted against the opening reserves.

Note 10: Non Current Investments

Particulars	As at 31.03.2015	As at 31.03.2014
Investment in Non Quoted Shares(Valued at Cost)		
Virat Crane Agri Tech Limited(In share Application A/c)	39,667,800	39,667,800
Yenkey Drugs and Pharma Limited Rs. 10 each	1,250,000	1,250,000
Symphony Studios Pvt Limited Rs. 10 each	300,000	300,000
Crane Food Products Pvt Ltd.	25,000	25,000
Total	**41,242,800**	**41,242,800**

Note: 11 - Other Non Current Assets

Particulars	As at 31.03.2015	As at 31.03.2014
UnSecured, considered good		
Recurring deposit	440,000	308,000
Security Deposis with government Authorities	203,646	203,646
Electricity	619,770	619,770
Telephones	185,229	185,229
Other Deposits	556,242	556,242
Rent	154,000	154,000
Chits Recievable & Chit Loss Suspense	5,331,030	10,463,839
Advances for Capital Equipment	516,000	-
Total	**8,005,917**	**12,490,726**

Note: 12 - Inventories

Particulars	As at 31.03.2015	As at 31.03.2014
a. Raw Materials and components (Valued at Cost)	26,778,338	14,609,649
b. Packing Material	1,903,558	1,603,282
c. Finished goods	12,614,747	13,425,003
Grand Total	**41,296,643**	**29,637,934**

Note: 13 - Trade Receivables

Particulars	As at 31.03.2015	As at 31.03.2014
Trade receivables outstanding for a period less than six months.		
Unsecured, considered good	8,249,210	8,185,997
Trade receivables outstanding for a period more than six months	2,071,111	2,908,118
Unsecured, considered good		
Total	**10,320,321**	**11,094,115**

Note: 14 - Cash & Cash Equivalents

Particulars	As at 31.03.2015	As at 31.03.2014
Balances with banks	1,539,358	953,367
Cash on hand	16,041,522	9,898,782
Total	**17,580,880**	**10,852,149**

Note: 15 - Short Term Loans & Advances

Particulars	As at 31.03.2015	As at 31.03.2014
Intercorporate Deposit	20,934,513	20,870,978
Total	**20,934,513**	**20,870,978**

Note: 16 - Other Current Assets

Particulars	As at 31.03.2015	As at 31.03.2014
a. Advance to Suppliers	6,875,228	6,875,228
b. Advance for Expenses	949,995	959,995
c. Advances to Staff	229,891	337,175
d. Taxes paid under protest	2,106,408	2,106,408
e. Other Advances Recoverable	4,887,535	3,525,607
f. Debtors for land	546,284	546,283
g. Residual Value of Scrap	2,222,670	2,222,670
h. VAT Receivable	5,044,945	6,713,013
i. VAT Refund Receivabe	6,500,000	-
j. Others	16,274,941	4,521,144
k.Recoverable from Tax Authorities	-	490,073
l. Sundry Creditors with Debit Balance	2,366,440	2,414,557
m. Sundry Creditors for Expenses & Services With Debit Balance	632,436	51,222
Total	**48,636,773**	**30,763,375**

Note: 17 - Revenue From Operations

Particlars	As at 31 March 2015	As at 31 March 2014
Sale of products	629,851,392	456,330,314
Total	629,851,392	456,330,314

Note: 18 - Other Income

Particlars	As at 31 March 2015	As at 31 March 2014
Chit Dividend	2,279,500	2,812,300
Rental Income	85,000	132,000
Discount	-	60,035
Interest Received	132,666	63,798
Other income	110,685	265,634
Total	2,607,851	3,333,767

Note: 19 - Material Consumption

Particlars	As at 31 March 2015	As at 31 March 2014
Opening Stock of Raw Materials	16,212,932	
& Packing Material		7,400,702
Add: Purchases & Carriage Inwards	494,675,020	386,326,807
	510,887,952	393,727,509
Less: Closing Stock	28,681,896	16,212,932
Raw Materials Consumed	**482,206,056**	**377,514,577**

Note: 20 - Changes in Inventories

S.NO	Particlars	As at 31 March 2015	As at 31 March 2014
1	**OPENING BALANCE**		
	Finished Goods	13,425,003	16,920,612
	Sub Total	13,425,003	**16,920,612**
2	**CLOSING BALANCE**		
	Finished Goods	12,614,747	13,425,003
	Sub Total	12,614,747	13,425,003
3	INCREASE/(DECREASE) IN STOCK	(810,256)	**(3,495,609)**

Note: 21 - Employee Benefit Expenses

Particlars	As at 31 March 2015	As at 31 March 2014
(a) Salaries, wages and incentives	5,199,496	4,534,044
(b) Employers Contributions to Provident Fund	333,737	265,030
(c) Bonus	-12,362	300,000
(d) Leave with Wages	124,543	102,290
(e) ESI Contribution	1,854	3,708
(f) Staff welfare expenses	81,577	59,276
Total	**5,728,845**	**5,264,348**

Note: 22 - Finance Cost

Particlars	As at 31 March 2015	As at 31 March 2014
Bank Charges	40,926	37,833
Interest on TDS and IT	531,523	534,549
Interest on ESI	-	27,170
Interest on Vehicle Loans	125,368	66,900
Loss on Chits	5,433,809	2,651,671
Total	**6,131,625**	**3,318,123**

Note: 23 - Other Expenses

S No	Particlars	As at 31 March 2015	As at 31 March 2014
1	Advertisement	21,496,668	17,745,964
2	Audit Fees	168,540	168,540
3	Business Promotion	631,673	461,520
4	Insurance	227,464	129,421
5	Depot Maintanence Expenses	3,892,235	3,353,499
6	Director's Remuneration	2,400,000	2,400,000
7	Factory Expenses	1,840,890	2,029,020
8	Legal & Professional Fees	376,801	330,750
9	Loss on sale of Vehicles	106,894	-
10	Miscelleneous Expenses	247,831	280,614
11	Office Maintenance	373,251	369,606
12	Power & Fuel	3,025,283	2,559,383
13	Processing Charges	281,985	97,680
14	AGM Expenses	214,599	125,270
15	Rates & taxes	4,551,807	4,356,517
16	Rent	880,064	180,231
17	Repairs and Maintenance	624,828	1,547,710
18	Security Charges	310,500	442,354
19	Selling & Dist. Expenses	7,139,479	6,027,757
20	Shortages and Damages	1,050,332	893,548
21	Travelling Expense	2,376,621	1,910,144
22	Service Tax	2,673,683	-
23	Assets Written Off	27,600	-
Total		**54,919,027**	**45,409,528**

Note:-24
Statement on significant accounting policies:

The following are the significant accounting policies adopted in the preparation and presentation of financial statements.

1. Basis of Presentation of Financial Statements:
The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of the previous year.

2. Use of Estimates:
The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of Assets or Liabilities in the future periods.

3. Fixed Assets :
Fixed assets are stated at cost and net of subsidies less accumulated depreciation/impairment losses, if any. The cost comprises purchase consideration, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition to the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.
Gains or losses arising from sale/discard of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is sold/discarded.

4. Depreciation:
a. Depreciation is provided on Straight Line Method over the useful lives of the assets in the manner prescribed in Schedule II to the Companies act, 2013.
b. Individual assets costing less than Rs.10,000 are fully depreciated in the year of acquisition at the discretion of the management..
c. In respect of assets acquired/sold during the year, depreciation has been provided on pro-rata basis.

5. Investments: Long term investments made by the Company are stated at Cost.

6. Inventories: All inventories except Work In Progress are valued at Lower of Cost or Net Realizable Value.
a. First In First out method has been followed for issues for determining the inventory value.
b. Work in Progress is valued on the basis of technical evaluation adopted by the Management.

7. Deferred Tax: Deferred tax is recognized, subject to consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

8. Contingent Liabilities: Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

9. Deferred Revenue Expenditure: Deferred revenue Expenditure is written off over a period of five years against profits.

10. Retirement Benefits: As per the information provided and explanations given to us and as per the verification of books of accounts, the company need not make any provisions for retirement benefits during the year.

11. Revenue Recognition: Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Sale of Goods:
Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales are net of sales returns, rebates and sales tax, wherever applicable.

12. General: Accounting policies not specifically referred to are in consistent with the generally accepted accounting principles followed in India.

Note:-24 CONTINGENT LIABILITIES

The following claims made by tax authorities contested by the Ghee Division and the management is confident of favorable decision and hence no provision considered necessary

Nature of the Statute	Nature of the Dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Agricultural Market Committee Cess	Cess	10,55,689	1994-95 to 2000	Supreme Court of India
Income Tax Act, 1961	Income Tax	7,30,591	2002-03	Commissioner of Appeals, Income Tax (Hyderabad)
AP VAT	Commercial Taxes Department	73,27,091	2006-07 to 2011-12	Commercial Tax Officer, Nandigama Circle

b. The demand made by Sales Tax Authority towards APGST for the year 1999-2000 is Rs.1.95 Lakhs against which appeal is preferred with Tribunal. The demand against Luxury Tax made by Commercial Tax Officer for Rs.3,47,484/- for the year 2005-06 in April 2008 is contested by appeal before Hon'ble High Court Of Andhra Pradesh by remitting Rs.1,73,742/- (which is 50% of demand).

c. Corporate Guarantees given to Group Companies:
   i) Virat Crane Bottling Ltd for Rs. 10 Crores
   ii) Virat Crane Agri Tech Ltd for Rs. 13.24 Crores

d. The company is contingently liable for equivalent amount of guarantees given to Group Companies and not provided in the books.

List of Related Parties:

a) Associate Companies & firms :
   1. Virat Crane Agri Tech Ltd, Guntur
   2. Crane Infrastructure Ltd, Guntur
   3. Crane Betel Nut Powder Works, Guntur

b) Key Management Personnel: GVSL Kantha Rao

c) Relatives of Key Management Personnel:
   1. K. Praveen 2. P. V. Krishna

RELATED PARTY TRANSACTIONS:

a. Salary & Allowances paid to K. Praveen: Rs. 10,80,000

b. Salary & Allowances paid to P. V. Krishna: Rs. 6,06,000

c. Rent paid to Crane Betel Nut Powder works, Guntur: Rs. 1,20,000

Nature of Transaction	Party & Relation	Max. Amount Oustanding during the year (Rs In Lakhs)	Closing Balance as on 31.03.2015 (Rs In Lakhs)
Advance	Virat Crane Agri Tech Ltd.,	631.44	631.44
	Crane Infrastructure Ltd.,	212.22	209.22

No Interest is being charged on the above Advances.

DEFERRED TAX ASSET:

The company has identified the Net Deferred Tax Asset of Rs.32.64 Lakhs (Previous Year Rs. 37.47 Lakhs).

EARNINGS PER SHARE:

Profit After tax / Amount available for Equity Share Holders	Rs. 5,37,58,665
Weighted Average Number of Equity Shares Outstanding as on 31.3.2015	2,04,23,750
Basic Earnings Per Share	Rs. 2.63

SEGMENT REPORTING: At present the company is operating in only one segment i.e., Dairy Products - Ghee.

LONG TERM CONTRACTS: There are no long term contracts as on 31.03.2015 including derivative contracts for which there are any material forseeable losses.

Previous year figures have been regrouped wherever necessary.

As per our report of even date
for Nagaraju & Co.,
Chartered Accountants
Firm Registration No: 002271S

for and on behalf of the Board
for VIRAT CRANE INDUSTRIES LIMITED

Sd/-	Sd/-	Sd/-	Sd/-
K. Nagaraju	P. Bhaskar Rao	G. V. S. L. Kantha Rao	P. V. Srihari
Proprietor	Director	Managing Director	C.F.O.
M. No. 020474			
Date: 30.05.2015			

Notes :

OUR PRODUCTS

VIRAT CRANE INDUSTRIES LIMITED

Office: D.No. 25-2-1, G.T. Road, Opp. Mastan Darga, Guntur, Andhra Pradesh
email.viratcraneindustriesltd@gmail.com CIN: L74999AP1999AP1992PLC014392Regd

ATTENDANCE SLIP

I/We.....R/o..... hereby record my/our presence at the 23rd Annual General Meeting of the Virat Crane Industries Limited on Monday , 28th day of September , 2015 at NH-5, Ankireddy palem Village , Chilakaluripet Road, (Crane Infrastructure Limited Premises) Guntur, Andhra Pradesh.

DPID * :	Folio No. :
Client Id * :	No. of Shares :

* Applicable for investors holding shares in electronic form.

Note: Signature of Shareholder/ Proxy

1. Please fill this attendance slip and hand it over at the entrance of the hall.

VIRAT CRANE INDUSTRIES LIMITED

Regd. Office: D.No. 25-2-1, G.T. Road, Opp. Mastan Darga, Guntur, Andhra Pradesh
email.viratcraneindustriesltd@gmail.com CIN: L74999AP1999AP1992PLC014392

Proxy form
(Form No. MGT-11)

Name of the member(s): Registered Address		E-mail Id: Folio No / Client ID: DP ID:	

I/We, being member of ..... shares of Virat Crane Industries Limited, hereby appoint

1).....of.....having email ID..... or failing him

2).....of.....having email ID..... or failing him

3).....of.....having email ID..... or failing him

and whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my / our behalf at the 23rd ANNUAL GENERAL MEETING of the company to be held at the NH-5, Ankireddy palem Village, Chilakaluripet Road, (Crane Infrastructure Limited Premises) Guntur, on 28th September, 2015 at 10-00 A.M and at any adjournment(s) thereof in respect of such resolutions as are indicated below.

Sl. No.	Resolution(S)	Vote	
		For	Against
1.	To receive, consider and adopt the Financial Statement, Report of Board of Directors and Auditors.		
2.	To declare Final Dividend on equity shares for the Financial Year ended 31st March, 2015		
3.	Re-appointment of Shri P.V.Srihari who retires by rotation		
4.	To ratify the appointment & remuneration of M/s. Nagaraju & Co., Chartered Accountants as Statutory Auditors		
5.	To increase Remuneration of Managing Director		
6.	To Appoint Mrs. G.Himaja as Director of the company		
7.	Approval of borrowing/Guarantee powers to the Board (Special Resolution)		
8.	Approval of powers to the Board for mortgage/creation of charge on assets of the company against Company's borrowings (Special Resolution)		

* Applicable for investors holding shares in Electronic form.

Affix
Revenue Stamp

Signed this _____day of _____20__

Signature of Proxy holder Signature of the shareholder

Note:1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.2) The proxy need not be a member of the company

VIRAT CRANE INDUSTRIES LIMITED

Production View

Book - Post

To,

If Undelivered Please return to

VIRAT CRANE INDUSTRIES LIMITED
D. No. 25-2-1, Opp. Mastan Durga, G.T. Road,
GUNTUR-522 004. (A.P.) India.
Ph : 0863 - 2223311

CRANE GROUP