

AUDITORS' REPORT

TO THE MEMBERS OF MOUNT EVEREST MINERAL WATER LIMITED.

We have audited the attached Balance Sheet of MOUNT EVEREST MINERAL WATER LTD as at 31st March, 2010 and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditors' Report) (Amendment) Order, 2004 ('The Order') issued by the Central Government of India in terms of Sub-Section (4A) of Section 227 of the Companies Act, 1956 ('The Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the attached Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 appears from our examination of those books;

- (c) The Balance Sheet, and Profit and Loss Account and Cash Flow statement referred to in this report are in agreement with books of account ;
- (d) In our opinion, the Balance Sheet ,the Profit and Loss Account and Cash Flow statement dealt with by this report comply with the accounting standards referred to in Section 211 (3C) of the Companies Act ,1956;
- (e) On the basis of written representation received from the directors , as on 31st March 2010 and taken on record by the Board of Directors , we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act,1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us , the said Balance Sheet and the Profit and Loss Account and Cash Flow statement ,read together with the Significant Accounting policies and notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Balance sheet , of the state of affairs of the Company as at 31st March, 2010 and
 - (ii) in the case of the Profit and Loss Account , of the Loss of the Company for the year ended on that date,
 - (iii) in the case of the Cash Flow statement of the Cash Flows for the year ended on that date,

For SNB Associates
Chartered Accountants

(S Lakshmanan)
Partner
Membership No. 20045
Firm Registration No. 015682N

Annexure to the Auditors Report to the Members of Mount Everest Mineral Water Limited.

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) Physical verification of Fixed Assets is carried out by the management with a planned programme of verification, which, in our opinion, provides for physical verification of all Fixed Assets at reasonable intervals. The physically verified assets have been compared with the book records and discrepancies noticed on such verification were not material and have been properly dealt with in books of accounts.
 - c) The Company has not disposed off any of its fixed assets during the year.
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- ii) a) The inventory of the Company has been physically verified by the management during the year . In our opinion, the frequency of physical verification is reasonable.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management were found reasonable and adequate in relation the size of the Company and nature of its business.
 - c) On the basis of our examination of records of inventory, in our opinion , the Company has maintained proper records of inventory and the discrepancies noticed on physical verification of inventory as compared to the book records were not material and have been properly dealt with in the books of account.

- iii) (a) In our opinion and according to the information and explanations given to us, the Company has neither granted nor taken any loan, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under section 301 of the Act.
(b) As the Company has not granted or taken any loan , secured or unsecured from companies , firms or other parties covered in the register maintained under section 301 of the Act paragraph iii (b),iii(c) and iii(d) are not applicable,
- iv) In our opinion, and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchases of inventory, fixed assets and for the sale of goods, Further on the basis of our examinations and according to the information and explanations given to us, we have neither come across nor have been informed of any instance of major continuing weaknesses in the aforesaid internal control systems.
- v)
 - a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act , 1956 have been so entered.
 - b) In our opinion and according to the information and explanations given to us , the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act , 1956 exceeding the value of Rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

**SND ASSOCIATES
CHARTERED ACCOUNTANTS**

- vi) The Company has not accepted any deposit within the meaning of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under.
- vii) In our opinion, the Company has an Internal Audit System commensurate with the size of the Company and nature of its business.
- viii) As explained to us to us, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 for any of the products of the Company.
- ix)
 - a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Wealth tax, Service Tax, Sales Tax, Excise Duties, Custom Duty, Cess, and Other Statutory dues have been regularly deposited with the appropriate authorities. According to the explanations given to us, no undisputed arrears of Statutory dues were outstanding as at March 31, 2010 for a period of more than six months from the date they became payable.
 - b) According to the records of the Company, there were no dues in respect of Sales Tax, Income Tax, Customs, Wealth Tax, Service Tax, Excise duty and other statutory dues which were not deposited on account of disputes.

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CHARTERED ACCOUNTANTS

- x) The Company has accumulated losses as at the 31st March 2010 which are more than 50% of its "net worth" and it has incurred cash losses during the financial year ended on that date and in the immediately preceding financial year.
- xi) According to the information and explanations given to us, there were no dues payable to any financial institution or Banks or debenture holders during the year.
- xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The provisions of any special statute as specified under paragraph xiii (a), xiii(b) , xiii(c) and xiii(d) of the Order are not applicable to the Company.
- xiv) In our opinion and according to the information and explanations given to us , the Company is not dealer or trader in securities. The Investments are held by it in its own name.
- xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or Financial Institutions.
- xvi) According to the information and explanations given to us, the Company has not taken any new term loans from Bank and/or Financial Institutions during the year hence paragraph xvii of the Order is not applicable to the Company.
- xvii) Based on the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there were no funds raised on a short term basis which have been used for long term investment.

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- xviii) According to the information and explanations given to us, the Company has not made, any preferential allotment of shares covered in the register maintained under Section 301 of the Companies Act, 1956 during the year , hence paragraph xviii of the order is not applicable.
- xix) As the Company has no debentures outstanding at any time during the year, paragraph (xix) of the Order is not applicable to the Company.
- xx) The Company has not raised any money by public issue during the year hence , paragraph xx of the Order is not applicable.
- xxi) According to the information and explanations given to us, during the year, no fraud on or by the Company has been noticed or reported.

**FOR SNB ASSOCIATES
CHARTERED ACCOUNTANTS**

(S LAKSHMANAN)
PARTNER
Membership No : 20045
Firm Registration No. 015682N

Mumbai
May 14 , 2010

MOUNT EVEREST MINERAL WATER LIMITED
BALANCE SHEET AS AT 31st MARCH, 2010

	As at Schedule	As at March 31, 2010 Rs.	As at March 31, 2009 Rs.
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS:			
SHARE CAPITAL	1	339,959,710	339,959,710
RESERVES & SURPLUS		868,872,299	868,872,299
Total		<u>1,208,832,009</u>	<u>1,208,832,009</u>
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block		252,522,151	247,219,297
Less: Depreciation		<u>120,257,268</u>	<u>97,317,921</u>
Net Block		132,264,883	149,901,376
Capital Work - in Progress		28,592,940	16,940,838
TOTAL FIXED ASSETS	2	<u>160,857,823</u>	<u>166,842,214</u>
INVESTMENTS	3	190,201,827	57,776,989
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	4	20,956,707	22,291,499
Sundry Debtors	5	55,973,952	42,064,165
Cash & Bank Balances	6	2,724,610	5,708,569
Other Current Assets	7	2,176,135	8,534,658
Loans & Advances	8	<u>224,451,584</u>	<u>479,774,799</u>
		<u>306,282,988</u>	<u>558,373,690</u>
LESS : CURRENT LIABILITIES & PROVISIONS	9		
Current Liabilities		26,402,090	22,663,923
Provisions		<u>61,219,023</u>	<u>49,579,923</u>
		<u>87,621,113</u>	<u>72,243,846</u>
NET CURRENT ASSETS		218,661,875	486,129,844
Profit & Loss Account (Dr.Balance)		639,110,484	498,082,962
Total		<u>1,208,832,009</u>	<u>1,208,832,009</u>
Notes on Accounts	19		

Schedules referred to above form an integral part of the Balance Sheet

As per our Report of even date attached

For SNB Associates

Chartered Accountants

S Lakshmanan

Partner

M No.20045

Place: Mumbai

Date: May 14, 2010

P T Siganporia

Chairman

Salim Govardhan

Vinod Sethi

Pradeep Melick

Joseph Kodiantha

Ajit Shah

Ranjit Barthakur

V Subramaniapathy

Suresh Borkar

For and on behalf of the Board

Pradeep Poddar

Managing Director

Abanti Sankaranarayanan

Executive Director

A P K Chettiar

GM - Legal & Company Secretary

MOUNT EVEREST MINERAL WATER LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

	Schedule	For the year ended	For the year ended
		March 31, 2010 Rs.	March 31, 2009 Rs.
INCOME			
Sales		190,761,384	219,942,894
Other Income	10	52,716,798	60,022,692
		<u>243,478,182</u>	<u>279,965,586</u>
EXPENSES			
Materials Consumed	11	72,805,911	108,355,212
Increase/(Decrease) in Stocks	12	272,220	(3,035,217)
Trading Purchases		-	(8,620,082)
Increase/(Decrease) in Trading Stocks	13	-	8,620,082
Manufacturing Expenses	14	13,885,221	18,285,509
Salaries, Wages & Employees' Benefits	15	76,483,304	81,104,736
Other Expenses	16	61,506,494	104,679,844
Freight & Forwarding Expenses		51,748,943	55,450,613
Selling Expenses	17	42,348,508	43,401,992
Marketing Expenses	18	42,451,388	136,172,464
Depreciation		23,003,714	13,314,521
		<u>384,505,704</u>	<u>557,729,674</u>
Loss for the year before Tax		(141,027,522)	(277,764,088)
Provision for Taxation (FBT)		-	1,915,319
Loss for the year after Tax		(141,027,522)	(279,679,407)
Less: Loss Brought forward from Previous year		(498,082,962)	(218,403,555)
Net Loss carried to Balance Sheet		<u>(639,110,484)</u>	<u>(498,082,962)</u>
Basic & Diluted Earnings Per Share (Face Value Rs. 10/- each)		(4.15)	(8.23)

Notes on Accounts

19

Schedules referred to above form an integral part of the Profit & Loss Account

As per our Report of even date attached

For SNB Associates

Chartered Accountants

P T Siganporia
Chairman

S Lakshmanan
Partner
M.No.20045

Salim Govani
Vinod Sethi
Pradeep Malick
Joseph Kodianthara
Ajit Shah
Ranjit Barthakur
V Subramanyam
Suresh Borkar

For and on behalf of the Board

Pradeep Poddar

Pradeep Poddar
Managing Director

Abanti Sankaranarayanan
Executive Director

Place: Mumbai
Date: May 14, 2010

A P C Chettiar
GM - Legal & Company Secretary

MOUNT EVEREST MINERAL WATER LIMITED
CASH FLOW STATEMENT

	For the year ended 31st Mar 2010 Rs.	For the year ended 31st Mar 2009 Rs.
A) Cash Flow from Operating Activities		
Net Profit for the year before Tax	(141,027,522)	(277,764,088)
Adjustments for:		
Depreciation	23,003,714	13,314,521
Provision for Doubtful Debts	2,137,000	7,937,279
Provision for Contingencies	-	1,440,618
Sundry Balances Written Back	(569,174)	(1,449,165)
Assets & Consultancy Expenses Written off	462,949	6,133,594
Sundry Balances Written off	4,167	1,302,904
Unrealised Exchange Loss	67,570	
Dividend Income	(1,632,688)	(43,181,095)
Income from sale / switch of Investments in Mutual Funds	(137,282)	(529,245)
Interest Income	(38,348,949)	(14,136,799)
Operating Profit Before Working Capital Changes	(156,040,215)	(307,231,476)
Adjustment for:		
Decrease/(Increase) in Trade Debtors	(16,016,787)	9,918,853
Decrease/(Increase) in Loans & Advances	(19,988,178)	34,895,684
Decrease/(Increase) in Inventories	1,334,792	7,356,577
Increase/(Decrease) in Current Liabilities & Provisions	15,878,872	8,984,704
Cash Generated from Operation	(174,861,515)	(245,975,659)
Taxes Paid	(9,666,678)	(2,441,742)
Net Cash inflow/(outflow) from Operating Activities	(184,528,193)	(248,417,401)
B) Cash Flow from Investment Activities		
Investments in Inter-corporate Deposits	285,000,000	(450,000,000)
Acquisition of Fixed Assets / Capital Advances	(17,533,370)	(14,030,655)
Interest Received	44,707,472	5,985,001
Dividend Income	1,632,688	43,181,095
Income from Investments in Mutual Funds	137,282	529,245
Proceeds from redemption of Mutual Funds (Net of Purchases)	(132,424,838)	648,405,835
Capital Subsidy received	-	2,223,978
Net Cash inflow/(outflow) from Investment Activities	181,519,234	236,294,499
C) Cash Flow from Financing Activities		
Net Cash inflow/(outflow) from Financing Activities	-	-
Net increase/(decrease) in Cash & Equivalents(A+B+C)	(3,008,959)	(12,122,903)
Cash and Cash Equivalents		
At the beginning of the year	5,053,569	17,176,471
At the end of the year (see Note 2 below)	2,044,610	5,053,569

- Notes:
- 1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on Cash Flow Statements (AS-3) issued by the Institute of Chartered Accountants of India.
 - 2) The above cash & cash equivalent balances do not include bank deposits amounting to Rs.6,80,000/- (Previous Year 6,55,000/-) which are given as a lien to the bank and hence not considered as cash & cash equivalent.
 - 3) Previous year figures have been regrouped/rearranged wherever necessary.

For SNB Associates

Chartered Accountants

P T Siganpotia
Chairman

Salim Govani

Vinod Sethi

Pradeep Malick

Joseph Kodianthara

Ajit Shah

Ranjit Barthakur

V Subramaniam

Suresh Borkar

S Lakshmanan

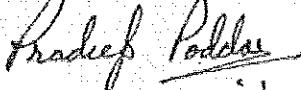
Partner

MNo.20045

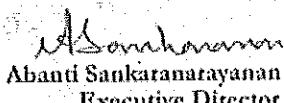
Place: Mumbai

Date: May 14, 2010

For and on behalf of the Board


Pradeep Poddar

Managing Director


Abanti Sankaranarayanan
Executive Director


A P K Chettiar

GM - Legal & Company Secretary

MOUNT EVEREST MINERAL WATER LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET

	As at March 31, 2010	As at March 31, 2009
	Rs.	Rs.
SCHEDULE - 1		
SHARE CAPITAL		
AUTHORISED		
3,50,00,000 (Previous Year 3,50,00,000)		
Equity Shares of Rs.10/- each	350,000,000	350,000,000
ISSUED, SUBSCRIBED & PAID UP		
3,39,95,971 (Previous Year 3,39,95,971)		
Equity shares of Rs.10/- each fully paid in cash.	339,959,710	339,959,710
Total	339,959,710	339,959,710

No. of Shares held by Holding Company Tata Tea Ltd
1,39,10,653 (Previous Year 1,22,35,653).

Mount Everest Mineral Water Limited

FIXED ASSETS

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET (CONT'D.)

SCHEDULE 2

(Amount in Rs.)

PARTULARS	GROSS BLOCK (AT COST)			DEPRECIATION			NET BLOCK	
	As at 01-Apr-05	Additions during Yr.	Debts/ Adjusted	As at 31-Mar-06	Upto 01-Apr-05	For the Year	Deduct/ Adjusted	As at 31-Mar-05
TANGIBLE								
Lease Hold Land	1,651,70			1,661,110				1,651,70
Free hold land	2,325,104			2,323,104				2,323,104
Building	33,720,259	305,525	34,315,764	10,022,450	1,126,310			24,697,809
Plant & Machinery	153,615,094	955,325	194,376,419	82,605,715	20,118,067			171,007,381
Electrical & Mechanical Installations	51,180,161		51,180,161	23,515,537	2,46,058		2,507,505	2,828,624
Furniture & Fixtures	1,025,171	814,128	1,839,299	247,870	38,463		336,335	1,502,966
Office & Other Equipments	5,698,219	446,755	5,566,360	1,354,928	654,525	115,465	1,875,986	3,692,374
Vehicles	1,687,625	3,169,325	4,757,158	289,740	357,658		647,398	4,109,760
INTANGIBLE								
Capitalized software	2,318,516		2,318,516	463,705	463,705		927,406	1,391,110
CURRENT YEAR	247,219,297	3,881,268	578,414	252,522,151	97,317,021	23,054,812	115,465	120,257,268
PREVIOUS YEAR	245,559,205	12,777,030	12,176,258	247,219,297	88,134,066	13,314,527	4,126,666	97,312,921
Add : Capital Work-in Progress #								28,592,940
Total								166,857,823
								166,842,214

\$ Debtor in Plant & Machinery includes the capital subsidy of Rs. Nil (Previous Year Rs.22,23,978/-) received from the Himachal Pradesh Government for setting the plant in specified area. Also refer note no. 2 of Schedule 19

Including Current Year Rs. 6,16,287/- (Previous Year Rs. 23,51,375/-) for capital advances.

Mount Everest Mineral Water Limited

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET CONTD.

		As at March 31, 2010		As at March 31, 2009
	No of Units	Rs.	No of Units	Rs.
SCHEDULE - 3				
INVESTMENTS - CURRENT				
NON TRADE (UNQUOTED)				
MUTUAL FUNDS (Units of Rs.10/- each)				
01	1310 ICICI Prudential Interval Fund II Qly Interval	5,000,000	50,000,000	-
02	1525 ICICI Prudential Flexible Income Plan	117,782	20,137,282	-
03	Kotak Quartely Interval Plan-Series .8 Growth	6,434,020	70,064,545	-
04	UTI Fixed Income Interval Fund-Mthly Interval Plan	4,157,658	50,000,000	-
05	TFLD Tata Floater Fund Daily Dividend			5,757,203 57,776,989
		190,201,827		57,776,989
Current Investments bought & sold during the year				
	No of Units	Value	No of Units	Value
01	TFLD Tata Floater Fund Daily Dividend	58,128	583,346	-
02	Kotak Flexi Debt Scheme Institutional- Daily Dividend	26,340,329	264,654,455	-
03	Kotak Liquid (Institutional Premium) - Daily Dividend	14,721,473	180,015,648	-
04	M17DD Fortis Money Plus Institutional Plan Daily Dividend	18,283,821	182,894,887	-
05	1565 ICICI Prudential Liquid Super Institutional Plan Growth	956,838	130,000,000	-
06	1525 ICICI Prudential Flexible Income Plan PremiumGrowth	760,453	130,014,831	-
07	B503DD Birla Sun Life Cash Plus-Instl- Daily Dividend Reinvestment		39,563	396,401
08	B503DD Birla Sun Life Cash Plus-Instl- Daily Dividend Reinvestment		5,028,870	50,386,759
09	B890D BSL Qty Interval Series 5 Dividend Reinvestment		31,794	317,939
10	B890D BSL Qty Interval Series 5 Dividend Reinvestment		10,156,161	101,562,000
11	JPQRD ICICI Prudential Interval Fund Quarterly Interval Plan I Retail Dividend Pay Dividend		15,000,000	150,000,000
12	Principal Cash Management Fund		15,000,000	150,000,000
13	Tata Fixed Horizon Fund Series 17 Scheme E-ID-Periodic		121,984	1,237,966
14	Tata Fixed Horizon Fund Series 17 Schetne E-ID-Periodic		10,074,778	100,748,000
15	TFIQB TATA Fixed income Portfolio Fund Scheme B2 Institutional		104,370	1,105,739
16	TFIQB TATA Fixed income Portfolio Fund Scheme B2 Institutional		5,082,430	50,824,500
17	TFLD Tata Floater Fund Daily Dividend		45,528,973	456,910,578
18	TFRLB Tata Floating Rate Fund Long Term Income / Bonus		188,011	2,021,286
19	TFRLB Tata Floating Rate Fund Long Term Income / Bonus		9,909,170	100,209,635
20	S397 Sundram BNP Paribas FTP 90 Days Series 5 Inst- Dividend		11,000,000	110,000,000
21	B332DD Birla Sun Life Liquid Plus		10,209,901	102,168,438

Mount Everest Mineral Water Limited

SCHEDULE ANNEXED TO AND FORMING PART OF BALANCE SHEET

SCHEDULE - 3

INVESTMENTS - CURRENT

NON TRADE (UNQUOTED)

MUTUAL FUNDS (Units of Rs.10/- each)

	<u>Current Investments bought & sold during the year</u>	No of Units	Value	No of Units	Value
22	28Q ICICI Prudential - Flexible Income Plan			35,147,875	371,139,784
23	TLAB TATA Income Plus Fund (Option A) - Bonus / Income			5,034,806	52,859,649
24	B884 BSL Quarterly Interval - Series 2-			3,705,050	37,051,126
25	S355 Sundram BNP Paribas Interval Fund Qd-Plan-B-retail Div.			19,653,101	196,553,007
26	Kotak Quarterly Interval Plan Series 1-Div			10,192,576	101,948,760
27	1118 ICICI Prudential Interval Fund II Quarterly Interval Plan F-Retail Div-Reinvest			15,476,312	154,763,116
28	5465 / HDFC FMP 90D July 2008 (VIII) (1) - Wholesale Plan Dividend			5,000,000	50,000,000
29	M531 ID ABN Amro Interval Fund Quarterly Plan I- Interval Div-Rent			11,238,794	110,000,000
30	S 252 Sundram BNP Paribas Liquid Plus Super Inst. Div Rei Daily			5,105,831	90,018,404
31	Kotak FMP 3M Series 32 -Div.			5,144,415	51,064,644
32	TIBB TATA Income Plus Fund (Option B) - Bonus / Income			9,913,849	54,127,476
33	27 ICICI Prudential Flexible Income Plan - Growth			8,979,392	155,063,505
34	Kotak Quarterly Interval Plan Series 9 - Dividend			2,048,748	20,391,800
35	Kotak Liquid (Institutional) - Daily Dividend			2,503,120	30,593,031
36	1363 ICICI Prudential Interval Fund IV Qtrly. Interval Plan C Institutional Dividend- Reinvested Dividend			15,376,950	150,000,000
37	TLSD01 Tata Liquid Super High Investment Fund - Daily Dividend			98,985	110,306,448
38	2035 / HDFC Floating Rate Income Fund- Short term Plan Wholesale Option - Dividend Reinvestment			4,965,485	50,056,558
39	5557 / HDFC FMP 90D Sept. 2008(VIII)(4)- Wholesale Option - Dividend Reinvestment			5,000,000	50,000,000
40	B47 Birla Sun life Cash Manager- IP- Daily Dividend- Reinvestment			3,704,606	37,057,174
41	2031 / HDFC Cash Management Fund-Saving Plus Plan- Wholesale - Daily Dividend option - Reinvest			4,997,631	50,000,000
42	Kotak Flexi Debt Scheme Institutional - Daily Dividend			2,044,273	20,487,477

MOUNT EVEREST MINERAL WATER LIMITED

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET CONTD.

	As at March 31, 2010	As at March 31, 2009
	Rs.	Rs.
SCHEDULE - 4		
INVENTORIES		
(As taken valued & certified by the Management)		
Stores, Spares & Consumables	4,394,713	4,640,649
Packing Materials	1,723,386	2,350,302
Raw Materials	2,287,376	2,477,096
Finished Goods	12,551,232	12,488,148
Stock in Process	-	335,304
Total	<u>20,956,707</u>	<u>22,291,499</u>

SCHEDULE - 5

SUNDRY DEBTORS

Debt outstanding for a period exceeding six months

Secured (Considered Good)	299,110	272,022
Unsecured		
Considered Good	11,761,475	18,791,073
Considered Doubtful	29,132,597	26,995,597
Total A	<u>41,193,183</u>	<u>46,058,692</u>
Others		
Secured (Considered Good)	2,630,890	2,077,978
Unsecured		
Considered Good #	41,282,477	20,923,092
Considered Doubtful		
Total B	<u>43,913,367</u>	<u>23,001,070</u>
Total A+B	<u>85,106,550</u>	<u>69,059,762</u>
Less :- Provision for Doubtful Debts	29,132,597	26,995,597
Total	<u>55,973,952</u>	<u>42,064,165</u>

includes amount due from Holding Company Rs.2,00,23,987/- (Previous Year Rs.Nil /-)

SCHEDULE - 6

CASH & BANK BALANCES

Cash & Cheques on hand	52,422	1,244,131
Balances with Scheduled Banks		
Current Accounts	1,992,188	3,809,438
Deposits Accounts *	680,000	655,000
	<u>2,724,610</u>	<u>5,708,569</u>

* Given as security for bank guarantee given to Sales Tax & State Excise Authorities.

Mount Everest Mineral Water Limited

SCHEDULES ANNEXED TO AND FORMING PART OF BALANCE SHEET CONTD.

As at March 31, 2010	As at March 31, 2009
Rs.	Rs..

SCHEDULE - 7

OTHER CURRENT ASSETS

Interest Receivable on Inter Corporate Deposits /	2,176,135	8,534,658
Fixed Deposits with Banks		
Total	2,176,135	8,534,658

SCHEDULE - 8

LOANS & ADVANCES

(Unsecured, considered Good)

Advances Recoverable in Cash or in kind or for value to be received #	25,725,309	4,741,865
Inter Corporate Deposits	165,000,000	450,000,000
Security Deposits & Earnest Money	16,718,000	9,762,780
Loans to Staff	146,380	334,631
Advance Tax & TDS	16,861,895	6,323,485
Claims Receivable	-	8,612,038
Total	224,451,584	479,774,799

includes amount due from Holding Company Rs.1,33,47,966/- (Previous Year Rs.5,79,427/-)

SCHEDULE - 9

CURRENT LIABILITIES & PROVISIONS

(A) CURRENT LIABILITIES

Sundry Creditors		
Due to Micro Small & Medium Enterprises	-	956,249
Others	15,396,169	11,802,598
Sundry Creditors for Expenses	8,575,921	7,555,076
Deposit from C&F Agents	2,430,000	2,350,000
Total A	26,402,090	22,663,923

(B) PROVISIONS

For FBT	3,451,244	3,451,244
For Retirement Benefit	8,765,107	7,450,321
For Discount & Rebate	25,894,322	18,861,950
For Others	23,108,350	19,816,408
Total B	61,219,023	49,579,923
Total A+B	87,621,113	72,243,846

Mount Everest Mineral Water Limited

SCHEDULES ANNEXED TO & FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended March 31, 2010	For the year ended March 31, 2009
	Rs.	Rs.
SCHEDULE - 10		
OTHER INCOME		
Dividend Income - Non Trade (Current)	1,632,688	43,181,095
Interest on Inter Corporate Deposits / Fixed Deposits with Bank (Including TDS Current Year Rs. 28,71,902/- Previous Year Rs. 12,912/-)	38,339,323	14,300,326
Product Development Fees	10,000,000	-
Profit on sale / switch of Investments (net)	137,282	529,245
Interest on Housing Loan	9,626	15,204
Interest on Income Tax Refund	-	121,269
Exchange Fluctuation Gain	590,795	-
Sale of Scrap	1,161,940	314,315
Sundry Balances Written Back	569,174	1,449,165
Misc. Receipts	275,970	112,073
Total	52,716,798	Total
	60,022,692	

SCHEDULE - 11

MATERIALS CONSUMED

Raw Materials Consumed		
Opening Stock	2,477,096	4,422,693
Add Purchases	<u>46,366,925</u>	<u>71,817,741</u>
	<u>48,844,021</u>	<u>76,240,434</u>
Less Closing Stock	<u>2,287,376</u>	<u>2,477,096</u>
	<u>46,556,645</u>	<u>73,763,338</u>
Packing Materials consumed		
Opening Stock	2,350,302	3,288,432
Add Purchases	<u>25,632,350</u>	<u>33,462,802</u>
	<u>27,972,652</u>	<u>36,751,234</u>
Less Closing Stock	<u>1,723,386</u>	<u>2,350,302</u>
	<u>26,249,266</u>	<u>34,400,932</u>
Consumable Stores		
Total	72,805,911	Total
	108,355,212	

SCHEDULE - 12

INCREASE/DECREASE IN STOCKS

OPENING STOCK

Finished Goods	12,488,148	9,545,765
- WIP (Stock-in-Process)	335,304	232,227
- Scrap & Wastage		10,243
	<u>12,823,452</u>	<u>9,788,235</u>

CLOSING STOCK

Finished Goods	12,551,232	12,488,148
- WIP (Stock-in-Process)	335,304	335,304
- Scrap & Wastage		12,823,452
	<u>12,551,232</u>	<u>3,035,217</u>

NET INCREASE/(DECREASE) IN STOCK

SCHEDULE - 13

INCREASE/DECREASE IN TRADING STOCKS

OPENING STOCK	8,620,082
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CLOSING STOCK

NET INCREASE/(DECREASE) IN TRADING STOCK	(8,620,082)
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Mount Everest Mineral Water Limited

SCHEDULES ANNEXED TO & FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended March 31, 2010	For the year ended March 31, 2009
	Rs.	Rs.
SCHEDULE - 14		
MANUFACTURING EXPENSES		
Power & Fuel	8,208,016	13,139,466
Laboratory & Testing Expenses	675,736	728,744
Product Development Expenses	480,708	
ISO Marking Fee	265,071	326,826
Repairs & Maintenance		
Plant & Machinery	3,099,578	3,110,192
Building	<u>326,402</u>	<u>99,530</u>
	3,425,980	3,209,722
Factory General Expenses	829,710	880,751
Total	<u>13,885,221</u>	<u>18,285,509</u>

SCHEDULE - 15

**SALARIES,WAGES, GRATUITY &
EMPLOYEE BENEFITS ***

Salaries, Wages, Allowances & Bonus	70,730,007	74,197,900
Staff Welfare & Uniform Expenses	2,268,530	2,091,899
Employers Cont. to EPF & Admn. Charges	2,966,524	3,466,662
Employers Cont. to ESI & MLWF	294,636	362,853
Gratuity Payments & Contribution to Gratuity Fund	223,607	985,422
Total	<u>76,483,304</u>	<u>81,104,736</u>

* Including Rs.2,16,59,278/- for salary & Allowances and other perquisites of Managing Director/ Executive Director (Previous Year

Rs.1,86,72,959/-) - Refer Note 9(B) Schedule-19

* The above includes amounts paid to the Holding Company/ Associate Company for staff on Deputation.

SCHEDULE - 16

OTHER EXPENSES

Financial Expenses	390,483	476,115
Communication Expenses	3,224,601	4,472,402
Rent & Hire Charges	17,560,320	22,366,048
Rates & Taxes	6,326,441	6,129,780
Insurance	395,301	360,438
Printing, Stationery and Books & Periodicals	1,368,867	1,756,595
Office Maintenance & General Expenses	4,023,719	3,419,248
Travelling & Conveyance - Others	4,781,154	12,657,796
Directors Travelling	2,090,703	3,094,753
Vehicle Running, Maintenance & Repairs	435,223	501,065
Legal & Professional Charges	15,103,725	# 30,914,751
Payment to Auditors (See Note No.B(3) Schedule 20)	810,261	568,741
Bad Debts written off	52,410,339	
Less Provision for Discount & Rebate Written back	<u>50,509,122</u>	1,901,217
Provision for Doubtful Debts	2,137,000	7,937,279
Provision for Contingencies		1,440,618
Assets Written off		2,027,613
Exchange Fluctuation (Loss)		85,252
Sundry Balance written off	4,167	1,302,904
Charity & Donation	38,400	576,110
Miscellaneous Expenses	2,816,129	2,697,119
Total	<u>61,506,494</u>	<u>104,679,844</u>

Rs.1,17,84,086/- being Professional Fees included in Capital Work in Progress written off in Previous Year.

Mount Everest Mineral Water Limited

SCHEDULES ANNEXED TO & FORMING PART OF PROFIT & LOSS ACCOUNT

	For the year ended March 31, 2010	For the year ended March 31, 2009
Rs.	Rs.	Rs.
SCHEDULE - 17		
SELLING EXPENSES		
Commission to Consignee Agents	14,264,395	12,183,262
Discounts, Rebates, Claims & Commission	16,094,110	12,786,226
Selling Expenses	11,990,003	18,341,262
Others	91,242	
Total	<u>42,348,508</u>	<u>43,401,992</u>

SCHEDULE - 18

MARKETING EXPENSES

Advertisement & Publicity Expenses	33,481,698	113,120,141
Business & Sales Promotion	1,117,697	1,783,417
Marketing Consultancy Expenses	3,563,675	9,056,148
Event / Launching Expenses	4,288,318	12,212,758
Total	<u>42,451,388</u>	<u>136,172,464</u>

MOUNT EVEREST MINERAL WATER LIMITED

SCHEDULE- 19

Notes to Accounts attached to and forming part of Accounts for the year ended March 31, 2010

a) Significant Accounting Policies:

(a) Accounting Convention

The financial statements are prepared to comply in all material aspects with all the applicable accounting principles in India, the applicable accounting standards, notified u/s 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared in accordance with the historical cost convention.

(b) Fixed Assets and Depreciation

Fixed Assets are stated at cost (net of taxes recoverable) less accumulated depreciation. Expenditure incurred up to the date of commencement of commercial production are allocated to the various qualifying assets on the basis of generally accepted accounting principles.

Depreciation on fixed assets is provided on straight line method in accordance with Schedule XIV to the Companies Act, 1956 except in respect of the following assets depreciation has been provided at the rate arrived by considering the balance useful life of the asset or schedule XIV rates whichever is higher.

Name of the Asset

Plant & Machinery (Aoki & Other related machines) - Balance useful life 4 years

The Depreciation for the year is more by Rs.105.09 lacs due to accelerated depreciation.

Expenditure on software and related implementation costs are capitalized where it is expected to provide enduring economic benefits and are amortized on a straight line basis over a period of five years.

Subsidies from government in respect of fixed assets are deducted from the cost of respective assets.

No amortization is done in respect of leasehold land in view of long tenure of lease.

(c) Investments

Investments of a long term nature are stated at cost, less adjustment for any diminution, other than temporary, in the value thereof. Current investments are stated at lower of cost and market value.

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

(d) Inventories

Inventories are valued as under :

(a) Raw Materials	-	At cost on FIFO basis
(b) Packing Materials	-	At cost on FIFO basis
(c) Stores and spares	-	At cost on FIFO basis
(d) Finished goods	-	At cost or net realizable value, whichever is less.

Cost includes cost of purchases, packing materials, labour charges and production overheads and other cost incurred to bring the inventories to its present condition and location.

(e) Foreign Currency Transactions

Transactions in foreign currency are recorded at average weekly spot rates and exchange difference resulting from settled transactions is adjusted in the Profit & Loss Account. Current asset and liability balances in foreign currency at the Balance Sheet date are restated at the year end exchange rates and the resultant net gain or loss is adjusted in the Profit & Loss Account. Year-end balances of monetary assets are restated at the year-end exchange rates.

(f) Deferred Taxation

Deferred tax on timing difference between taxable income & accounting income is accounted for using tax rates and tax laws enacted or substantially enacted on balance sheet date.

Deferred tax assets are recognized only to the extent there is reasonable certainty of realization.

(g) Revenue Recognition

(i) Sales :

Sales are recognized on passing of property in goods i.e. delivery as per terms of sale.

(ii) Other Income:

Interest income and income from investments are accounted on accrual basis.

Revenue from services rendered is recognized on an accrual basis.

(h) Employee Benefits

(1) Post retirement employee benefits:

Post retirement benefits like Provident Fund and Defined Contribution to Superannuation schemes, in the nature of defined contribution plans, are maintained by the Company. Contributions required are recognized in the Profit & Loss Account on an accrual basis.

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

Liabilities under the defined benefit schemes are determined through independent actuarial valuation at year end and charge recognized in the books. For schemes, where recognized funds have been set up, annual contributions determined as payable in the actuarial valuation report are contributed. Actuarial gains and losses are recognized in the Profit & Loss Account.

(2) Other Employees Benefits:

Other employee benefits are accounted for on accrual basis. Liabilities for Compensated absences are determined based on independent actuarial valuation at year end and charge recognized in the profit and loss account.

b) NOTES ON ACCOUNTS

1. Contingent Liability not provided for in respect of:
 - a) Claims against the company not acknowledged as debt Rs.14.50 lacs (Previous Year Rs.14.71 lacs)
 - b) Estimated amount of contracts remaining to be executed on capital account and not provided for (net off advances) Rs.10.59 lacs (Previous year Rs.62.86 lacs)
2. The Company has received a central capital investment subsidy of Rs. Nil (Previous Year Rs.22,23,978/-) from the Government of Himachal Pradesh during previous year. The assets declared under the scheme representing Plant & Machinery valued at Rs. 1,48,26,520/-have been hypothecated to Director of Industries Himachal Pradesh Government as security for non disposal of these assets for a period of 5 years as per the said agreement.

3. Auditors' Remuneration:-

Particulars	2009-10	2008-09
Audit Fees	3,25,000	3,25,000
Tax Audit Fee	50,000	50,000
Certificate / Limited Review Fees	1,50,000	1,05,000
Service Tax & Expenses reimbursement	2,85,261	88,741
Total	8,10,261	5,68,741

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

4. (i) Utilisation of Funds received on preferential allotment

	Rs. lacs	
	<u>2009-10</u>	<u>2008-09</u>
Opening Balance invested in		
Mutual Funds	577.77	7,061.83
Inter Corporate Deposits	4,500.00	---
	5,077.77	7,061.83
Less Utilised		
Fixed Assets	175.33	140.31
Modernization & Manufacturing Facilities	79.62	133.96
Publicizing Company's Products	335.74	1,144.68
Widening Distribution Network	108.00	189.82
Developing overseas market	59.96	85.58
Developing New Product	19.25	---
Working Capital	747.85	289.71
	1,525.75	1,984.06
Balance		
invested in Mutual Funds	1,902.02	577.77
invested in Inter Corporate Deposits	1,650.00	4,500.00

5. In the opinion of the Board of Directors, Current Assets, Loans and Advances have realisable value at least equal to amount stated in Balance Sheet in the ordinary course of business.

6. Due to Small Scale Undertakings

According to the information available with the company regarding suppliers who constituted a "Small Scale Undertaking" there were no amounts due for more than 30 days for which any claim has been lodged by the supplier upto the date of balance sheet.

Amounts due to Micro, Small and Medium Enterprises

Disclosure of amounts due to Micro, Small and Medium Enterprises under current liabilities is based on the information with the company regarding status of the supplier as defined under "Micro, Small and Medium Enterprises Development Act, 2006". As certified by the management not verified by us accounts overdue as on March 31, 2010 to Micro, Small and Medium Enterprises on account of principal amount together with interest aggregate to Rs. Nil (Previous Year Nil)

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

7. Deferred Taxation

No provision has been made in respect of deferred tax assets as there is no virtual certainty of having adequate taxable profit in the near future to realize such assets.

8. Earning per share

Particulars	2009-10	2008-09
Profit after tax for the year	(14,10,27,522)	(27,96,79,408)
No. of shares at beginning of the year	3,39,95,971	3,39,95,971
Weighted Average No. of Shares as at Year end	3,39,95,971	3,39,95,971
Earnings (in Rs.) per Share (Nominal Value of Rs.10/- per share)	(4.15)	(8.23)
- Basic & diluted Earnings per share (Rs)	(4.15)	(8.23)

The Earning per Share has been calculated based upon the Weighted Average number of shares in accordance with AS-20.

9. Related Party Disclosure under AS-18,

Related parties with whom transactions have taken place during the year

Holding Company : Tata Tea Ltd

Key Managerial Personnel : Mr. Pradeep Poddar Managing Director & CEO
Ms. Abanti Sankaranarayanan Executive Director

(A) Tata Tea Limited

Nature of relationship - Holding Company	2009-10	2008-09	Rs lacs
Re-imbursements	578.21	Nil	
Product Development Fees.	110.30	Nil	
Advisory & consultancy services	99.93	Nil	
Amount Paid	Nil	42.06	
Sale of Fixed Assets	4.79	Nil	
Recovery of Claim	0.42	Nil	
Amount Received	-338.93	-225.00	
Sales & Service Commission	-86.98	-21.52	
Expenses paid on our behalf	-39.82	-58.86	
Closing Balance	333.72	5.79	

(B) (i) Remuneration / Reimbursement to the Managing Director & Executive Director

Particulars	Mr Pradeep Poddar	Ms Abanti Sankaranarayanan	Amount in Rs.
Salary including perquisites	1,30,75,593 (120,89,606)	76,44,021 (57,80,618)	
Contribution to Provident Fund	4,32,000 (3,47,760)	2,38,882 (2,25,360)	

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

The above table does not include the contribution to Gratuity, as the same is not separately available.

Note: (i) Relationships with Related parties are specified by the management and relied upon by the Auditors.

(ii) Figures in brackets are in respect of the previous year.

10. Applicable disclosures as per AS-15 (Revised).

The Company has calculated the various benefits provided to employees as under :

A) Defined Contribution Plans

Provident Fund including Employee pension scheme

During the year Company has recognized the following amounts in Profit & Loss Account for the year ended March 31, 2010

Employers' Contribution to Provident Fund Rs.29,66,524/- (Previous Year Rs.34,66,662)

B) Defined Benefit Plans

Defined Benefit Plans - Gratuity

	2009-10	2008-09
I Change in Benefit Obligation	Rs.	Rs.
Liability at the beginning of the year	2,478,502	2,532,957
Cost of Benefit increase	139,601	238,657
Interest cost	681,782	696,885
Benefit Paid	(150,277)	(664,154)
Actuarial (gain)/ loss on obligations	(300,973)	(325,843)
Liability at the end of the year	2,848,635	2,478,502
II Fair value of Plan Assets		
Fair value of Plan Assets at the beginning of the year	2,596,298	2,316,826
Expected Return on Plan Assets	233,865	190,002
Contributions	-	774,117
Benefit Paid	(150,277)	(664,154)
Actuarial gain/ (loss) on Plan Assets	-	(20,493)
Fair value of Plan Assets at the end of the year	2,679,886	2,596,298

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

	2009-10	2008-09
	Rs.	Rs.
III. Actual Return on Plan Assets		
Actual Return on Plan Assets	300,973	190,002
Expected Return on Plan Assets	-	190,002
Actuarial gain/ (loss) on Plan Assets	(300,973)	-
Actuarial gain/ (loss) on obligation	(300,973)	325,843
IV. Amount Recognised in the Balance Sheet		
Liability at the end of the year	2,848,635	2,478,502
Fair Value of Plan Assets at the end of the year	2,679,886	(2,596,298)
Funded Status	605,368	(117,796)
Unrecognised Actuarial Gain/ (Loss)	-	-
Net Assets/ (Liability) Recognised in the Balance Sheet	(605,368)	(117,796)
V. Expenses Recognised in the Income Statement		
Current Service Cost	681,782	696,885
Interest Cost	139,601	238,657
Cost of Benefit increased	-	-
Expected Return on Plan Assets	(233,865)	(190,002)
Net Actuarial (Gain)/ loss to be Recognised	(300,973)	(305,350)
Expense Recognised in P&L	286,545	440,190
VI. Actuarial Assumptions: For the year		
Discount Rate Current	8.00%	7.95%
Rate of Return on Plan Assets Current	7.50%	7.50%
Salary Escalation Current	5.00%	7.00%

Gratuity liability is funded with the Life Insurance Corporation of India and the information as made available by them has been included in the above tables.

As per para 132 of AS15 (R) no specific disclosures is required in respect compensated absence hence no details of the same have been given.

- There is no separate reportable segment, as the company is predominantly engaged in only one segment i.e. "Packaged Natural Mineral Water". Therefore, the provisions of AS-17 issued by the Institute of Chartered Accountants of India, pertaining to Segment Reporting, is not applicable. There is only one geographical segment in which the company operates i.e. India.

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

12. The various elements of the cost of the free goods, like raw material, packing materials, barrier tax, freight, overheads have been transferred to Selling expenses during the year.

13. Additional information as required by paragraph 3, 4(d) of Part-II, Schedule-VI of the Companies Act, 1956, as certified by the Management (Figures in brackets represent figures of Previous Year)

a) For Manufacturing activities

i) Details of product manufactured, turnover, opening stock, closing stock etc.

Natural Mineral water				(Amount in Rs.) (Quantity in Thousands)			
Opening Stock		Production		Turnover		Closing Stock	
Qty. in Bottles	Amt.(Rs.)	Qty. in Bottles		Qty. in Bottles	Amt.(Rs.)	Qty. in Bottles	Amt.(Rs.)
2,287.94	12,488,148	21,557.98		21,815.96	217,341,202	2,029.96	12,551,230
(2,261.76)	(9,545,765)	(37,020.47)		(36,994.29)	(219,942,894)	(2,287.94)	(12,488,148)

Empty PET Bottles (For Captive Consumption)

(Amount in Rs.) (Quantity in Thousands)

Particulars	Opening Stock		Production	Consumption*	Closing Stock **	
	Qty.	Amt.(Rs.)			Qty.	Amt.(Rs.)
Bottles	115.48	294,400	19,510.64	19,626.12	-	-
	(70.03)	(175,368)	(37,268.50)	(37,223.05)	(115.48)	(294,400)
Caps	116.87	40,905	220.93	337.80	-	-
	(247.21)	(56,859)	(1,909.87)	(2,040.21)	(116.87)	(40,905)

* Captive Consumption

** Shown as Stock-in-process and after writing off of unusable bottles.

(ii) Raw Material Consumed

Sl. No.	Particulars	Unit	2009-10		2008-09	
			Qty	Value (Rs.)	Qty*	Value (Rs.)
1	PET Chips	MT	5.98	466,575	66.61	5,125,882
2	HDPE Chips	MT	0.62	62,748	5.41	453,975
3	Master Batches	MT	-	4,398	0.11	15,441
4	Preform	Nos.**	21,621.68	42,383,692	35,319.30	58,553,044
5	Cap	Nos.**	21,588.45	7,123,566	36,597.13	12,259,766
6	Cost of Free Goods	***	-	(3,484,334)	-	(2,644,771)
	Total			46,556,645		73,763,338

* including quantity & value of wastage.

** Nos taken in thousand.

*** represents goods distributed as free samples under various schemes transferred to Selling Expenses

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

b) For Trading Activities

Particulars	Opening Stock		Purchase		Turnover		Quantity in cases	
	Qty.	Amt (Rs.)	Qty	Amt (Rs.)	Qty.	Amt (Rs.)	Qty.	Amt (Rs.)
Energy Drink	(7,809.00)	(8,620,082)	(-)7809*	(-)8620082*				

* Goods returned.

2009-10 (Rs.)	2008-09 (Rs.)
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c) Expenditure in Foreign Currency :

i) Professional Fees	3,35,68,563	1,26,68,138
ii) Advertisement	NIL	6,38,563
iii) Travelling Expenses	14,33,715	2,35,956
iv) Repairs & Maintenance Expenses	1,30,057	NIL
v) Selling Expenses	46,392	NIL

d) Value of Imports on CIF basis :

i) Capital Goods	NIL	28,78,452
ii) Raw Material	53,42,275	10,12,058

e) Value of Imported & Indigenous Raw Materials, Packing material, Spare Parts & Components Consumed and percentage thereof to the total Consumption:

	Imported		Indigenous	
	Amount (Rs)	% of total consumption	Amount (Rs)	% of total consumption
Raw Materials	27,95,424 (57,05,118)	6% (8%)	4,37,61,221 (6,80,58,220)	94% (92%)
Packing Materials	Nil (Nil)	Nil (Nil)	26,249,266 (3,44,00,932)	100% (100%)
Consumable Stores	Nil (Nil)	Nil (Nil)	Nil (1,90,942)	Nil (100%)

f) Earnings in Foreign Exchange : NIL

Note: Figures in brackets represent those of previous year.

MOUNT EVEREST MINERAL WATER LIMITED

Notes to Accounts attached to and forming part Accounts for the year ended March 31, 2010

- 14 The figures of the previous year have been regrouped / rearranged, wherever necessary, to conform to current year's presentation.

As per our Report of even date annexed

For SNB Associates,
Chartered Accountants

(S Lakshmanan)
PARTNER
M.No.20045

P T Siganporia
Chairman

Salim Govani
Vinod Sethi
Pradeep Malick
Joseph Kodianthara
Ajit Shah
Ranjit Barthakur
V Subramanian
Suresh Borkar

For and on behalf of the Board

Pradeep Poddar
Managing Director

Abonkaranarayanan
Executive Director

A P K Chettiar
GM - Legal & Company Secretary

Place: Mumbai

Date: May 14, 2010

MOUNT EVEREST MINERAL WATER LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I Registration Details

Registration No.	19065
State Code	06
Balance Sheet Date	March 31, 2010

II Capital raised during the year: (Amount in thousands)

Public Issue	NIL
Right Issue	NIL
Bonus Issue	NIL
Private Placement (Preferential allotment)	NIL

III Position of Mobilisation and Deployment of Funds

	<u>(Rs. '000)</u>
Total Liabilities	12,96,453
Total Assets	12,96,453

Sources of Funds

Paid up capital	3,39,960
Reserves & Surplus	8,68,872
Secured Loans	NIL
Unsecured Loans	NIL
Debentures	NIL

Application of Funds

Net Fixed Assets	1,60,858
Investments	1,90,202
Net Current Assets	2,18,662
Miscellaneous Expenditure	
Accumulated Losses	6,39,110

IV Performance of Company

Turnover/Income	2,43,478
Total Expenditure	3,84,506
Extra Ordinary Item	NIL
Profit / (Loss) Before Tax	(1,41,028)
Profit / (Loss) After Tax	(1,41,028)
Earnings per share (Re.)	(4.15)
Dividend rate	Nil

V Generic Names of Principal Products, Services of the Company

Item Code	: 2201.19
Production Description	: Packaged Natural Mineral Water

MOUNT EVEREST MINERAL WATER LIMITED
 Factory/Regd. Office : Vill. Daula Kuan, Sirmour District , H P
 Audited Financial Results for the year ended March 31, 2010

(Rs. in lakhs)

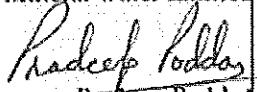
Particulars	Mar 31, 2010	Mar 31, 2009
1 (a) Net Sales/Income from Operations	1,907.61	2,199.43
(b) Other Operating Income	11.62	3.14
Total Income from Operations	1,919.23	2,202.57
2 Expenditure		
(a) (Increase)/decrease in Stock in trade and Work in Progress	2.72	(30.35)
(b) (Increase)/decrease in Stock of Traded Goods	-	86.20
(c) Consumption of Raw Materials	465.57	737.64
(d) Purchase of Traded Goods	-	(86.20)
(e) Employee Cost	764.83	811.05
(f) Freight & Forwarding Expenses	517.49	554.51
(g) Selling Expenses	423.49	434.02
(h) Marketing Expenses	424.51	1,361.72
(i) Depreciation	230.04	133.15
(j) Other Expenditure	1,016.41	1,575.55
Total Expenditure	3,845.06	5,577.29
3 Profit/(Loss) from Operations before Other Income , Interest & Exceptional items	(1,925.83)	(3,374.72)
4 Other Income	515.55	597.08
5 Profit/(Loss) before Interest & Exceptional items	(1,410.28)	(2,777.64)
6 Interest	-	-
7 Profit/(Loss) after Interest but before Exceptional items	(1,410.28)	(2,777.64)
8 Exceptional Items	-	-
9 Profit/(Loss) from Ordinary Activities before Tax	(1,410.28)	(2,777.64)
10 Provision for Taxation (FBT)	-	19.15
11 Net Profit/(Loss) from Ordinary Activities after Tax	(1,410.28)	(2,796.79)
12 Extraordinary Items	-	-
13 Net Profit/(Loss) for the period	(1,410.28)	(2,796.79)
14 Paid-up equity share capital (Face Value of the share Rs. 10/-)	3,399.59	3,399.59
15 Reserves (Excluding Revaluation Reserve)	8,688.72	8,688.72
16 Earning Per Share(EPS)		
(a) Basic and diluted EPS before Extraordinary Items	(4.15)	(8.23)
(b) Basic and diluted EPS after Extraordinary Items	(4.15)	(8.23)
17 Public Shareholding		
Number of shares	16,914,879	18,589,879
Percentage of shareholding	49.76%	54.68%

18 Promoters & promoter group Shareholding			
a) Pledged / encumbered			
- Number of Shares	Nil	NA	
- Percentage of share (as a % of the total shareholding of promoter and promoter group)	Nil	NA	
- Percentage of share (as a % of the total sharecapital of the company)	Nil	NA	
b) Non encumbered			
- Number of Shares	17,081,092	15,406,092	
- Percentage of share (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	
- Percentage of share (as a % of the total sharecapital of the company)	50.24%	45.32%	

NOTE:

1. The Audited financial results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on May 14, 2010.
2. Other Income for the quarter / year comprises mainly Interest, Dividend Income and profit on sale of units, in respect of the monies lying unutilized out of the Preferential Allotment made in 2007. It also includes Rs.100 lacs (Previous Year Nil) towards product development fees from Tata Tea Ltd.
3. The proceeds of preferential allotment of 2007 have been utilised for the specified objects and the unutilised amount of Rs.3552.02 lacs as at March 31, 2010 has been invested in mutual funds & Inter Corporate Deposits.
4. In view of the accumulated losses incurred by the Company as on March 31, 2010 being more than 50% of its "Net Worth", a report shall be made to the Board of Industrial Finance Reconstruction in terms of Section 23 of Sick Industrial Companies (Special Provisions) Act, 1985.
5. No complaint from the shareholders were pending at the beginning of the quarter. Two complaints were received during the quarter, of which one was disposed of and one remained pending at the close of the quarter (since resolved).
6. Disclosure of segment-wise information is not applicable, since the Company is engaged only in one segment i.e. Natural Mineral Water.
7. The figures of the previous year / period have been regrouped to conform to the current year / period.

For Mount Everest Mineral Water Limited



Pradeep Poddar
Managing Director

Place : Mumbai

Date: May 14, 2010