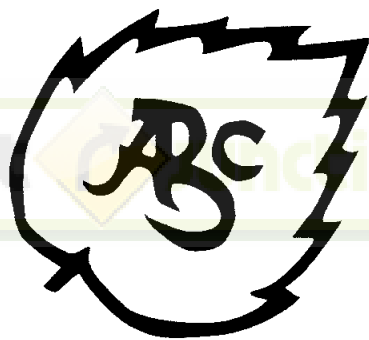


# **61st ANNUAL REPORT 2001-02**



**AMRIT BANASPATI COMPANY LIMITED**



**BOARD OF DIRECTORS**

Naresh Kumar Bajaj, Chairman & Managing Director  
T.M. Sen  
Atam Prakash  
M.K. Chathli (LIC Nominee)  
D.G. Chaudhury (IFCI Nominee)  
Praveen Kumar (BIFR Special Director)  
J.K. Khaitan, Jt. Managing Director  
A.K. Bajaj, Jt. Managing Director

**SENIOR EXECUTIVES**

S.C. Aggarwal, Executive Director  
Rohit Khaitan, Executive Director  
R.S. Aggarwal, President (Commodities)  
A.K. Chatterjee, President (Works)  
Mahesh Mittal, Vice - President (Finance)  
A.K. Bagga, Vice - President (Taxation)

**PRESIDENT (CORP.) &  
COMPANY SECRETARY**

J.C. Rana

**AUDITORS**

M/s. V. Sahai & Company

**SOLICITORS**

M/s. Khaitan & Khaitan

**PRINCIPAL BANKERS**

Punjab National Bank  
Oriental Bank of Commerce

**REGISTERED OFFICE**

G.T. Road,  
Ghaziabad 201 009 (U.P.)

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## NOTICE

**NOTICE** is hereby given that the 61<sup>st</sup> Annual General Meeting of the members of **Amrit Banaspati Company Limited** will be held at Chaudhary Bhawan (Near Jain Mandir), Kavi Nagar, Ghaziabad-201 002 (U.P.) on Friday, the 27<sup>th</sup> September, 2002 at 11.30 a.m. for transacting the following business :

### ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2002 and the Profit & Loss Account for the year ended on that date together with the reports of the Auditors & Directors thereon.
2. To appoint a Director in place of Shri J.K. Khaitan, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Shri A.K. Bajaj, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

### SPECIAL BUSINESS

5. To consider and if thought fit, to pass with or without modifications, the following resolution as **SPECIAL RESOLUTION** :

**"RESOLVED** that pursuant to the provisions of Sections 198, 269, 309 & 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification or re-enactment thereof, for the time being in force) and subject to the permission of the Central Government, if required, and subject to such other approvals/permissions, if and as may be required, the consent and approval of the Company be and is hereby accorded to the re-appointment of Shri A.K. Bajaj as Joint Managing Director of the Company w.e.f. 1st August, 2002 on the remuneration and other terms and conditions as set out in the Explanatory Statement annexed hereto.

**RESOLVED FURTHER** that pursuant to Section 198 and all other applicable provisions of the Companies Act, 1956, the remuneration by way of salary and perquisites as set out in the annexed Explanatory Statement be paid as minimum remuneration to Shri A.K. Bajaj notwithstanding that in any financial year of the Company during his tenure as Joint Managing Director, the Company has made no profits or profits

are inadequate.

**RESOLVED FURTHER** that the Board of Directors/ Remuneration Committee of Directors of the Company be and is hereby authorised to alter or vary the terms of appointment of Shri A.K. Bajaj, including relating to remuneration, as it may, at its discretion, deem fit from time to time, so as not to exceed the limits specified in Schedule XIII to the Companies Act, 1956 (including any statutory modification or re-enactment thereof for the time being in force) or any amendments made thereto".

6. To consider and if thought fit, to pass with or without modifications, the following resolution as **ORDINARY RESOLUTION** :

**"RESOLVED** that the consent of the Company be and is hereby accorded in terms of Section 293(1)(a) of the Companies Act, 1956 to the Board of Directors/ Committee of Directors of the Company to mortgaging and/or charging all the immovable and movable properties of the Company wheresoever situate, present and future and the whole or substantially the whole of the undertaking of the Company together with the power to enter upon and take possession of certain assets of the Company in certain events of default for the purpose of securing the financial assistance/facilities as mentioned below:-

As and by way of First Charge on block assets

<u>Lender</u>	<u>Financial Facilities</u>
- Punjab National Bank	Working Capital Term Loan of Rs.726.45 lacs
- Oriental Bank of Commerce	Working Capital Term Loan of Rs. 79.59 lacs

As and by way of Second Charge on block assets

- Punjab National Bank	Funded Interest Term Loan of Rs.778.02 lacs
- Oriental Bank of Commerce	Funded Interest Term Loan of Rs.14.11 lacs

together with interest, additional interest, compound interest, liquidated damages/penal interest, premia on prepayment or on redemption, costs, charges, expenses and all other monies payable by the Company to secure the aforesaid financial assistance/facilities/borrowings availed/to be availed by the Company from the said banks.

**RESOLVED FURTHER** that the mortgage/charges created/to be created and/or all agreements/

documents executed/to be executed and all acts done or to be done in terms of the above resolution by and with the authority of the Board of Directors or Committee thereof, be and are hereby confirmed and ratified.

**RESOLVED FURTHER** that the Board of Directors/ Committee of Directors be and is hereby authorized to make or accept any amendment, modification, change or alterations as may be required from time to time in connection with the creation of aforesaid mortgages/charges in favour of the banks.

**RESOLVED FURTHER** that the Board of Directors/ Committee of Directors of the Company be and is hereby authorized to finalise the documents to secure the facilities/borrowings as aforesaid and to do all such things, deeds, matters as may be necessary, desirable, expedient for giving effect to the above resolution."

By Order of the Board  
For **AMRIT BANASPATI CO. LTD.**

**J.C. RANA**  
Company Secretary

**Regd. Office:**

G.T. Road,  
Ghaziabad-201 009 (U.P.)  
Dated : August 17, 2002

**NOTES:**

1. Explanatory Statement as required under Section 173(2) of the Companies Act, 1961 is annexed.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FORM OF PROXY IS ENCLOSED AND IF INTENDED TO BE USED, IT SHOULD BE DEPOSITED DULY COMPLETED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE MEETING.
3. The Registers of Members and Share Transfer Books of the Company will remain closed from Monday, the 16th September, 2002 to Friday, the 27th September, 2002 (both days inclusive).
4. Any member requiring further information on the Accounts at the meeting is requested to send the queries in writing to the Company Secretary by 16th September, 2002.
5. Members are requested to notify to the Company immediately any change in their address quoting ledger folio number.
6. Members are requested to bring their copies of Annual Report at the meeting, as extra copies will not be supplied.
7. Only registered members carrying the attendance slips and the holders of valid proxies registered with the Company will be permitted to attend the meeting. Shareholders are requested not to bring their families as the same creates administrative difficulties.
8. Pursuant to the requirement of the listing agreements, the Company declares that its equity and preference shares are listed on the stock exchanges at Kanpur, Mumbai, Delhi, Ahmedabad & Ludhiana. The Company has paid the annual listing fee for the year 2002-2003 to all the above stock exchanges.
9. In terms of Section 109A of the Companies Act, 1956, the shareholders of the Company may nominate a person on whom the shares held by him/ them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit nomination in Form 2B.
10. To facilitate trading in equity shares of the Company in dematerialized form, the Company has entered into agreement with M/s Central Depository Services Ltd. (CDSL). The ISIN (International Securities Identification Number) allotted to your Company's Equity Shares is INE 866 E01018. Shareholders can open account with any of the depository participants registered with CDSL. M/s MAS Services Private Ltd. has been appointed as Registrars for electronic connectivity. The address and other particulars of the Registrars are as under:  
  
M/s MAS Services Private Ltd.  
AB-4, Safdarjung Enclave,  
New Delhi -110 029.  
Contact Tel. No. 6104142 / 6104326,  
Fax No. : 011-6181081  
E-Mail : masserv@iasdl01.vsnl.net.in



## EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

### Item No. 5

Shri A.K. Bajaj was appointed as the Joint Managing Director of the Company for a period of 5 years with effect from 1<sup>st</sup> August, 1997. The aforesaid tenure of Shri A.K. Bajaj expired on 31<sup>st</sup> July, 2002.

In view of his long association, experience, maturity and in order to continue to have the benefit of his advice and counsel, the Board of Directors in its meeting held on 17<sup>th</sup> August, 2002, has re-appointed Shri A.K. Bajaj as the Joint Managing Director for a fresh tenure of 5 years with effect from 1<sup>st</sup> August 2002 on the remuneration and other terms as given hereunder. The remuneration and perquisites payable to Shri A.K. Bajaj are within the ceilings prescribed in Schedule-XIII of the Companies Act, 1956:

#### (1) Salary

Salary @ 65,000/- per month in the grade of Rs.60,000-5,000-1,00,000.

#### (2) Commission

Not exceeding 1% of the net profits of the Company subject to a ceiling of 50% of the annual salary.

#### (3) Perquisites

In addition to salary & commission as stated above, Shri A.K. Bajaj will also be entitled to perquisites restricted to an amount equal to the annual salary as specified below:

##### Part A

##### (i) Housing

- (a) In case of unfurnished accommodation hired by the Company, the expenditure incurred by the Company on hiring of such accommodation shall not exceed 50% of the salary over the above 10% payable by the Joint Managing Director himself;
- (b) In case the accommodation provided is owned by the Company, 10% of the salary of the Joint Managing Director shall be deducted by the Company;
- (c) In case no accommodation is provided by the Company, the Joint Managing Director shall be entitled to house rent allowance subject to the ceiling laid down in (i) (a) above;
- (d) The expenditure incurred by the Company

on gas, electricity, water and furnishing will be valued as per Income Tax Rules, 1962. This will, however, be subject to a ceiling of 10% of the salary of the Joint Managing Director.

##### (ii) Medical Reimbursement

Expenses incurred for self and family subject to a ceiling of one month's salary per year or three months' salary over a period of three years.

##### (iii) Leave Travel Concession

For self and family once in a year to and from any place in India subject to the condition that only actual fare of ACC 1st Class/Air shall be reimbursed.

##### (iv) Club Fees

Fees of clubs subject to a maximum of two clubs, admission and life membership fees not being allowed.

##### (v) Personal Accident Insurance

Premium not to exceed Rs.5,000/- per annum.

##### Part B

- (i) Contributions by the Company to the Provident Fund and Superannuation Fund of an amount not exceeding in the aggregate 25% of the remuneration set out at (1) above. Such contributions will not be included in the computation of the ceiling on perquisites to the extent these either singly or put together are not taxable under the Income Tax Act.
- (ii) Payment of Gratuity at the rate of one half month's salary for each completed year of service.

##### Part C

- (i) Provision of Company's car with driver for use on Company's business and telephone at the residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purposes shall be billed by the Company.
- (ii) Leave with full pay and allowances in accordance with the Rules of the company.
- (4) Shri A.K. Bajaj will not be entitled to sitting fee for attending meetings of the Board or Committee(s) thereof.
- (5) Shri A.K. Bajaj will be liable to retire by rotation.

The terms of remuneration of Shri A.K.Bajaj has the approval of the Remuneration Committee. The re-appointment and remuneration payable to Shri A.K.Bajaj is subject to the approval of the Central Government as per the amended provisions of Schedule XIII of the Companies Act, 1956.

The resolution set-out under Item No.5 of the Notice is intended to obtain approval of the members to the re-appointment and payment of remuneration to Shri A.K. Bajaj as the Joint Managing Director and the Board recommends the acceptance thereof.

The explanatory statement and the resolution at Item No. 5 of the Notice is and may be treated as an abstract of the terms of appointment of Shri A.K. Bajaj as the Joint Managing Director of the Company and memorandum of interest pursuant to the provisions of Section 302 of the Companies Act, 1956.

Except Shri A.K.Bajaj and Shri N.K.Bajaj, who is related to Shri A.K.Bajaj, no other Director is concerned or interested in the resolution.

#### Item No. 6

Section 293(1)(a) of the Companies Act, 1956, inter-alia, provides that the Board of Directors of a public limited company shall not, except with the consent of the members in general meeting, sell, lease or otherwise dispose of the whole or substantially the whole of the undertaking of the Company or where the Company owns more than one undertaking of the whole of each such undertaking.

Consequent to sanction of the Rehabilitation Scheme for the Company by the Hon'ble Board for Industrial & Financial Reconstruction (BIFR), the working capital irregularities of the Company have been converted into Working Capital Term Loan (WCTL) and Funded Interest Term Loan (FITL). The terms and conditions for the said WCTL and FITL, inter-alia, provide that the WCTL carved out of the working capital limits shall be secured by first pari passu charge on the block assets & second pari passu charge on the current assets of the Company and the FITL carved out of working capital facilities shall be secured by first pari passu charge on the current assets and second pari passu charge on the block assets of the Company. The mortgage and charge as above, shall rank pari passu with the mortgage/charge created/to be created in favour of various financial institutions/banks. The creation of the mortgage/charge requires approval of the members u/s 293(1)(a) of Companies Act, 1956.

None of the Directors of the Company is concerned or interested in the proposed resolution.

By Order of the Board  
For **AMRIT BANASPATI CO. LTD.**

**J.C. RANA**  
Company Secretary

Regd. Office:  
G.T. Road,  
Ghaziabad-201 009 (U.P.)  
Dated : August 17, 2002





## DIRECTORS' REPORT

### To the Members,

Your Directors present the 61<sup>st</sup> Annual Report together with Audited Accounts of the Company for the year ended 31st March, 2002.

### WORKING RESULTS

The working results of the Company for the year under report are as under:

	(Rs.in lacs)	
	2001-02	2000-01
Sales & other income	38,242.88	32,695.51
Profit/before interest, depreciation & tax	823.43	1,178.20
Interest	909.81	1,327.24
Depreciation	335.23	422.91
Profit/(Loss) before tax	(421.61)	(571.95)
Provision for Wealth Tax	0.65	0.55
Profit/(Loss) after tax	(422.26)	(572.50)
Extra-Ordinary Income (institutional/bank waivers)	532.49	352.47
Net Profit/(Loss) after Tax & Extra-Ordinary Income	110.23	(220.03)
Prior period adjustments		
- Tax	0.10	14.58
- Depreciation written back	36.44	2.71
Balance of Profit/(Loss) from previous year	(3,486.85)	(3,284.11)
Transfer from General Reserve	15.00	-
Balance Profit/(Loss) carried forward	(3,325.08)	(3,486.85)

In view of accumulated losses, your Directors are not recommending any dividend for the year.

### REHABILITATION SCHEME

The Company was declared a sick industrial undertaking by the Hon'ble Board for Industrial & Financial Reconstruction (BIFR) on 30<sup>th</sup> September, 1998 and the Rehabilitation Scheme for the Company formulated by IFCI (Operating Agency) with the consent of all the secured creditors was sanctioned by the BIFR vide order dated 9<sup>th</sup> February, 2001.

The sanctioned Rehabilitation Scheme provides for rescheduling of the institutional/bank outstandings including NCDs over a period upto 10 years. However, certain assumptions taken in the sanctioned Rehabilitation Scheme could not materialize for various reasons and consequently the projected profitability/cash inflows have not been achieved. The Rehabilitation Scheme envisages reliefs & concessions in the form of deferment of sales tax, electricity duty and octroi duty for both the Units of the Company situated in Punjab. The Punjab State Govt. has declined to grant these reliefs & concessions. The inflows on account of these reliefs were proposed to be

utilized in the working capital and for availing cash discounts on purchases of raw materials, thus lowering the cost of production. Since these reliefs are not yet available, the economies envisaged in the Scheme have not materialized. Secondly, due to delay in the sanction of the Rehabilitation Scheme by about a year, the working capital limits could be sanctioned by the consortium of banks only towards the end of financial year 2001-02. The unavailability of the need-based working capital also affected the profitability. Thirdly, the Scheme envisages sale of a part of the land of the Ghaziabad Vanaspati Unit (since closed) during the financial year 2001-02 leading to a profit of Rs.400 lacs in the whole year. The sale of land could not commence as the various approvals for change of land use, lay out plan etc. of the colony were received towards the close of the year. Fourthly, the last year has been characterized by extremely demanding business conditions driven by a global recession and poor business sentiment. The manufacturing sector has been affected particularly all over the world and in India. This impacted the performance of your Company as well during the year.



### Debt Restructuring

In order to ensure revival of the Company on a sustainable basis, the Company entered into arrangements with ICICI, IIBI, LIC & UTI for One Time Settlement (OTS) of their dues at 100% principal amount and waiver of all simple interest, compound interest etc. by way of assignment of debt in favour of Amrit Enterprises Ltd.(AEL). Negotiated settlement (NS) was also reached with IFCI during the year at 100% principal amount and waiver of all balance dues, i.e. accumulated interest, FITL etc. Similarly, offer for negotiated settlement at 100% principal amount has been made to IDBI, the remaining institutional lender, which is being pursued.

Under the OTS arrangement with IIBI, LIC, UTI & ICICI out of the Total OTS amount of Rs.392.74 lacs, a sum of Rs.304.36 lacs has already been paid by AEL upto 31<sup>st</sup> March, 2002. The OTS payments to IIBI, LIC & UTI have been completed during the year and in respect of ICICI, the balance amount of Rs.88.38 lacs will be paid by 31.3.2003. In respect of the negotiated settlement with IFCI, the total principal NS amount payable is Rs.1,210.77 lacs as against its total debt liability of Rs.2,681.57 lacs including the accumulated interest after the cut-of date i.e. 31.3.2000. Out of the said principal NS amount of Rs.1,210.77 lacs, a sum of Rs.393.49 lacs has been paid by the Company upto 31.3.2002. As per NS arrangement with IFCI, the settled amount is to be paid over by 15<sup>th</sup> March, 2004 in equal quarterly instalments.

### OPERATIONS

The sales & other income during the year under review was Rs.38,242.88 lacs as against Rs.32,695.51 lacs during the previous year. The projections made in the Rehabilitation Scheme for the year have been achieved partially as various assumptions taken in the scheme have not materialized. There was pressure on margins, especially in edible oils segment.

### Edible Oils and Fats

The production of vanaspati & refined oils aggregated to 64,157 tonnes as against 62,300 tonnes in the previous year. The overall performance of the edible oils segment was adversely affected during the year due to various problems afflicting the industry. Frequent policy changes in the import of edible oils coupled with the duty-free import of vanaspati from Nepal in most part of the year and intense competition from the multi-national and domestic companies resulted in margins remaining under pressure. On the other hand, inputs costs have gone up, the impact of which could not be passed on entirely to

the market. In the changing and competitive environment and greater dependence on imports due to shortage of oilseeds in the country, the future of the edible oil industry, vanaspati in particular, will continue to be challenging. Your Company has taken on these challenges by initiating several measures in the areas of cost control, market penetration and distribution.

### Paper

The production of paper during the year under review was 36,646 tonnes as against 30,534 tonnes in the previous year. The paper market has been relatively stable since the last year. However, resistance was witnessed in getting price increase in the later part of the year. The increase in the cost of various inputs which could not be passed on to the market was neutralized to some extent by the launch of new variants of printing and writing paper during the year. The intense pressure from the Pollution Authorities necessitated the management to look at various other options of outsourcing the production for growth.

### Dairy products

The capacity utilization of Amrit Food Division continues to be low, though going up gradually from year to year. Effort are being made to process the milk for other institutional buyers such as Mother Dairy and others.

### FINANCE

The Company is implementing a scheme for repayment of overdue fixed deposits as incorporated in the Rehabilitation Scheme. The deposits will be completely repaid during the current year. As on 31.3.2002, deposits amounting to Rs. 35.49 lacs which have become due for payment, remained unpaid. The deposits of 156 persons amounting to Rs.9.11 lacs which have become due for payment did not claim their deposits.

### COST AUDIT

The Central Government has directed cost audit to be carried out every year in respect of Vanaspati and Paper. The Cost audit, as directed, is in progress and the reports will be submitted to the Central Government.

### SUBSIDIARY COMPANY

The statement pursuant to Section 212 of the Companies Act, 1956 and the Audited Accounts of M/s Amrit Pulp & Paper Industries Ltd., the subsidiary of the Company, are attached. In accordance with Accounting Standard 21, Consolidated Financial Statements form part of this Report and Accounts.





## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

The information relating to conservation of energy, technology absorption and foreign exchange earnings & outgo as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 is given in Annexure-A which forms part of this Report.

## PERSONNEL

Cordial relations were maintained throughout the year in all the Units of the Company. The Directors express their appreciation for the contribution made by the employees to the operations of the Company during the difficult year.

There is no employee in the Company whose particulars are required to be given under section 217(2A) of the Companies Act, 1956.

## DEPOSITORY SYSTEM

To facilitate trading in equity shares of the Company in dematerialized form, the Company has entered into agreement with Central Depository Services (India) Limited (CDSL). Shareholders/investors can open account with any of the depository participants registered with CDSL.

## DIRECTORS

In accordance with the provisions of Companies Act, 1956 and the Articles of Association of the Company, Shri J.K. Khaitan and Shri A.K. Bajaj, Directors of the Company, retire by rotation and are eligible for re-appointment. Shri A.K. Bajaj is being re-appointed as Joint Managing Director of the Company for a fresh tenure of five years on the same remuneration and terms.

## AUDITORS

M/s V.Sahai & Co., Chartered Accountants, Statutory Auditors retire at the forthcoming Annual General Meeting and being eligible, offer themselves for re-appointment.

## DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217(2AA) of the Companies Act, 1956, your Directors confirm:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed;
- (ii) that the accounting policies selected and applied are consistent and the judgements and estimates made

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 or loss of the company for that period;

- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the annual accounts have been prepared on a going concern basis.

## CORPORATE GOVERNANCE

The Securities & Exchange Board of India (SEBI) has issued guidelines on Corporate Governance which will become compulsorily applicable to the Company during the financial year 2002-03. The Company has taken steps to comply with the guidelines. Your Company is committed to observe the best practices in the area of corporate governance and believes that good corporate governance is a pre-requisite for enhancing shareholders' long term value.

## AUDIT COMMITTEE

Your Company has already constituted an Audit Committee of the Board in the year 1995 and the same is in operation for nearly 7 years. The Committee consists of three non-whole time Directors, viz. Shri T.M.Sen, Shri Atam Prakash and Shri D.G.Chaudhury (IFCI Nominee), all of whom are independent Directors. Shri T.M.Sen is the Chairman of the Audit Committee.

## ACKNOWLEDGMENTS

Your Directors convey their sincere thanks to the various agencies of the Central Government, State Governments, Financial Institutions, Banks and other concerned agencies for all the help and cooperation extended to the Company. The Directors also deeply acknowledge the trust and confidence the shareholders and investors have placed in the Company. Your Directors also record their appreciation for the dedicated services rendered by the workers, staff and officers of the Company.

**For and on behalf of the Board**

Ghaziabad  
August 17, 2002

**N.K. BAJAJ**  
**Chairman & Managing Director**

**STATEMENT CONTAINING PARTICULARS PURSUANT TO THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF DIRECTORS' REPORT**

**I. CONSERVATION OF ENERGY**

- (a) Energy conservation has been an important thrust area of the management and is being continuously monitored. Various measures for conservation of energy in the areas of (i) reduction of energy loss, (ii) improvement in power factor, (iii) replacement of artificial lighting by natural lighting (iv), maintenance of energy consuming equipment efficiently for optimum performance and (v) replacement of outdated energy intensive equipment were undertaken during the year.
- (b) The Company is continuing with its endeavour to raise the awareness level of the staff about the seriousness of the energy conservation. Energy conservation is an ongoing process and new areas are continuously identified and suitable investments are made, wherever necessary. In the Paper Unit, Tri Disc Refiner, Thick Stock Slotted Fine Screen etc. were installed for electrical energy saving.
- (c) The adoption of energy conservation measures have resulted in savings in energy consumption, reduction in cost of production, reduced machine down time etc. Generation of Bio-Gas from black Liquor has helped in containing the fuel bill in paper unit.

**POWER & FUEL CONSUMPTION**

	Edible Oils		Paper		Dairy Products	
	2001-02	2000-01	2001-02	2000-01	2001-02	2000-01
<b>1 ELECTRICITY</b>						
(a) Purchased						
Unit (lacs KWH)	106.72	121.41	386.93	383.77	-	-
Total amount (Rs.lacs)	396.32	410.56	1,325.48	1,258.37	-	-
Rate/Unit (Rs./KWH)	3.71	3.38	3.42	3.28	-	-
(b) Own generation						
i) Through Diesel Generator						
Unit (lacs KWH)	1.15	2.92	0.22	0.13	13.19	12.27
Unit/Ltr. of Diesel Oil	3.20	3.02	3.18	3.29	2.92	2.98
Cost/Unit (Rs./KWH)	4.66	4.64	5.10	4.50	5.45	4.84
ii) Through Steam Turbine/Generator						
Unit (lacs KWH)	-	-	16.78	-	-	-
Cost/Unit (Rs./KWH)	-	-	0.50	-	-	-
<b>2 COAL (Specify quality and where used)</b>						
Quantity (Tonnes)	-	-	-	-	-	-
Total cost (Rs.lacs)	-	-	-	-	-	-
Average rate (Rs.)	-	-	-	-	-	-
<b>3 FURNACE OIL</b>						
Total quantity	-	-	-	-	432.90	277.86
Total cost	-	-	-	-	43.29	38.28
Average rate/Ltr.	-	-	-	-	14.32	13.78
<b>4 OTHERS</b>						
(a) Rice Husk (for Boiler)						
Quantity (Tonnes)	25,879	23,257	40,655	41,575	-	-
Total cost (Rs.lacs)	418.00	297.65	896.07	706.83	-	-
Rate/Unit (Rs.MT)	1,615	1,280	2,204	1,698	-	-