

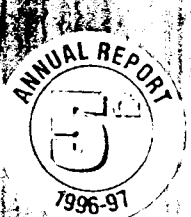
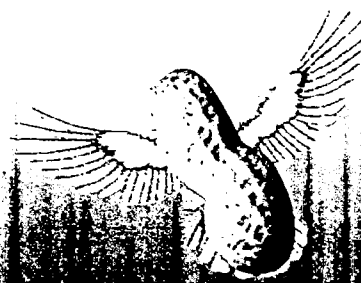


# CHAKAN VEGOILS LIMITED

MD	/	BKC	/
CO	/	DPY	/
RO	/	DIV	/
TRA	/	AC	/
AGM	/	SH	/
YE	/		



Report  junction.com





Mr. Ashok M. Lunkad  
Chairman & Wholetime  
Director

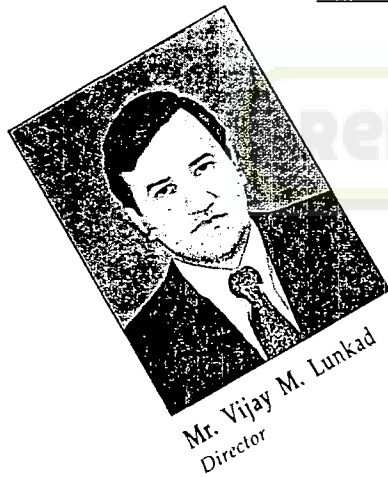


Mr. Nitin M. Lunkad  
Managing Director



Mr. Shantilal R. Lunkad  
Director

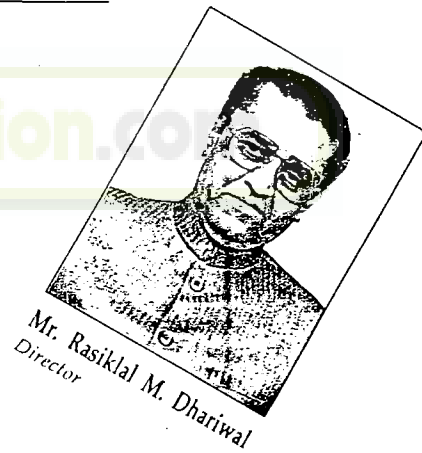
### Management Committed to Perfection



Mr. Vijay M. Lunkad  
Director



Mr. Subhash M. Lunkad  
Director



Mr. Rasiklal M. Dhariwal  
Director

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What matters is not to add years to our business, but to add life to our business.

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## Chakan Vegoils Limited

### Board of Directors

Ashok M. Lunkad, Chairman and Wholetime Director

Nitin M. Lunkad, Managing Director

Shantilal R. Lunkad

Rasiklal M. Dhariwal

Subhash M. Lunkad

Vijay M. Lunkad

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FOR CHAKAN VEGOILS LIMITED.

### Company Secretary

Vandana R. Naik

*V. Naik*  
VANDANA R. NAIK  
COMPANY SECRETARY.

### Auditors

R. C. Doshi

207/B, Kalpataru Plaza, 224, Bhawani Peth,  
Pune - 411 042.

### Bankers

Bank of Baroda

Subhashnagar Branch, Bajirao Road,  
Pune - 411 001.

ICICI Banking Corporation Limited

'A' Shangrila Gardens, Bund Garden Road,  
Pune 411 001.

### Contents

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### Registered Office

"CHAKAN HOUSE" 42/43,  
Shankarsheth Road,  
Pune - 411 037.  
Tel. : (0212) 650 406/7/8  
Fax. : (0212) 650603

### Works

E-2, M. I. D. C.  
Kurkumbh, Tal. Daund, Dist. Pune.  
Tel. : (02117) 35259/35277  
Fax. : (02117) 35260

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**FIFTH ANNUAL REPORT 1996-97****NOTICE OF FIFTH ANNUAL GENERAL MEETING**

NOTICE is hereby given that the Fifth Annual General Meeting of the shareholders of Chakan Vegoils Limited will be held on Friday, the 19th day of September, 1997, at 11.00 A. M. at Pudumjee Hall, Maharashtra Chamber of Commerce & Industries, Tilak Road, Pune 411 002, to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1997 and the Profit and Loss Account for the year ended on that date together with the Auditor's Report and the Directors' Report thereon.
2. To appoint a Director in place of Mr. V. M. Lunkad, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

**SPECIAL BUSINESS:**

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

"RESOLVED THAT, the consent of the members be and is hereby accorded, to the Board of Directors, to make an application to the Central Government / Ministry of Finance, New Delhi and / or such other authorities as may be necessary; seeking permission to de-list the equity shares of the Company; from the The Delhi Stock Exchange Association Limited, The Jaipur Stock Exchange Limited and The Stock Exchange, Ahmedabad; since the shares of the Company are not being traded in a material way; subject to such necessary approvals and permissions as may be required; and that the Board of Directors of the Company, be and they are hereby authorised, to do all such acts, deeds and things as may be necessary and consequential to give effect to the above resolution."

By Order of the Board of Directors



**VANDANA R. NAIK**  
Company Secretary

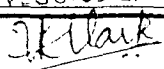
Place : Pune  
Date : 30th June, 1997.

**NOTES :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. THE PROXY FORM IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING DULY STAMPED AND SIGNED.
2. An Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956, relating to the Special Business stated at Item No. 4 is annexed hereto.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, the 17th day of September, 1997 to Friday, the 19th day of September, 1997 (both days inclusive).

**CHAKAN VEGOILS LIMITED.**

2

  
**VANDANA R. NAIK**  
COMPANY SECRETARY.

CERTIFICATE

**CHAKAN VEGOILS LIMITED**

4. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their queries to the Company Secretary so as to reach at least seven days before the date of the meeting, so that the information required by the Members may be made available at the meeting.
5. All documents referred to in the accompanying Notice and Explanatory Statement are open for inspection at the registered office of the Company between 11.00 a.m. and 1.00 p.m. on any working day (except Sundays) prior to the date of the Meeting.
6. Members are requested to communicate all their correspondence to :

The Company Secretary,  
CHAKAN VEGOILS LIMITED,  
'Chakan House' 42/43,  
Shankarsheth Road,  
Pune 411 037.

## EXPLANATORY STATEMENT

PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956.

The following Explanatory Statement sets out the material facts relating to the business mentioned in the accompanying Notice dated 30th June, 1997.

### ITEM NO. 4 :

The Company made its maiden Public Issue vide its Prospectus dated 17th May, 1994 and the Equity Shares of the Company were then listed on The Pune Stock Exchange Limited, (i.e. the Regional Stock Exchange) The Delhi Stock Exchange Association Limited, The Jaipur Stock Exchange Limited, The Stock Exchange, Ahmedabad and The Stock Exchange, Mumbai, w.e.f. August / September, 1994.

The Equity Shares of the Company are regularly traded on The Pune Stock Exchange Limited and also on The Stock Exchange, Mumbai. Though the shares of the Company are listed on The Delhi Stock Exchange Association Limited, The Jaipur Stock Exchange Limited and the Stock Exchange, Ahmedabad, the shares of the Company are not being traded in a material way. Hence it is proposed to delist the equity shares of the Company from these Stock Exchanges. However the shares of the Company shall continue to be listed on the Pune Stock Exchange Limited and also on The Stock Exchange, Mumbai.

The Board accordingly recommends the resolution at Item No. 4 of the Notice for the approval of the members. None of the Directors of the Company is, in any way, concerned or interested in the resolution.

By Order of the Board of Directors

*Vandana R. Naik*

VANDANA R. NAIK  
Company Secretary

Place : Pune  
Date : 30th June, 1997.

CERTIFIED TRUE COPY

FOR CHAKAN VEGOILS LIMITED.

*Vandana R. Naik*  
VANDANA R. NAIK  
COMPANY SECRETARY.

**FIFTH ANNUAL REPORT 1996-97****DIRECTORS' REPORT**

To the Members,

Your Directors are pleased to present their Fifth Annual Report and the Audited Accounts of the Company for the year ended on 31st March, 1997.

**1. FINANCIAL RESULTS :**

The financial results of the Company for the year under review are summarised below:

	1996-97 Rs. in Lacs	1995-96 Rs. in Lacs
Sales and Other Income	14,608.01	10,588.16
Profit before Interest and Depreciation	419.52	359.97
Less : Interest	160.06	98.82
Profit before Depreciation and Taxation	259.46	261.15
Less : Depreciation	86.99	48.83
Profit before Taxation	172.47	212.32
Less : Provision for Taxation	24.00	—
Profit after Taxation	148.47	212.32
Add : Brought forward from Previous year	284.98	72.66
Balance carried to Balance Sheet	433.45	284.98

**2. OPERATIONS AND FINANCIAL RESULTS :**

The members will be happy to note that the financial results of the Company reflect the second complete year of operations of the Oil Mill, Solvent Extraction Plant and the Refinery and part operations of its Vanaspati Plant.

Your Directors are pleased to report that though the year under review, witnessed a period of difficult market situation, increasing competition, alongwith a crippling liquidity crunch, your Company has posted encouraging results. The Sales and other Income for the year under report is higher at Rs. 14,608.01 lacs as against Rs. 10,588.16 lacs of the previous year. The Profit before depreciation and interest is Rs. 419.52 lacs as against a profit before depreciation and interest of Rs. 359.97 lacs for the previous year. The Net Profit of the Company is lower at Rs. 148.47 lacs as compared to the Net Profit of Rs. 212.32 lacs of the previous year.

**3. DIVIDEND :**

In order to strengthen the financial position of the Company, your Directors have judiciously taken a decision not to recommend any dividend on the Equity Shares of the Company for the financial year, ended on 31st March, 1997.

**4. FINANCE :**

During the year under review, the Company has been sanctioned enhanced Working Capital limits through consortium arrangements between Bank of Baroda and the ICICI Banking Corporation Limited. The ICICI Banking Corporation Limited has sanctioned fund based and non-fund based facilities to the tune of Rs. 720.00 lacs. The Company has also availed of an additional adhoc limit of Rs. 100.00 lacs from Bank of Baroda; pending sanction of the regular enhanced Working Capital Limits.



**CHAKAN VEGOILS LIMITED****5. PARTICULARS OF EMPLOYEES :**

There were no employees whose remuneration were in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

**6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :**

Information required in respect of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and outgo in terms of Section 217 (1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is given in Annex 'A' and forms a part of this Report.

**7. PUBLIC DEPOSITS :**

The Company has not accepted any deposits from the public during the year under report, under Section 58A of the Companies Act, 1956.

**8. DIRECTORS :**

Mr. V. M. Lunkad, Director, of the Company is liable to retire by rotation and being eligible, offers himself for re-appointment. Your Directors recommend his re-appointment.

**9. AUDITORS :**

The Auditors of the Company M/S. R.C. Doshi, Chartered Accountants, Pune, retire at the conclusion of the ensuing Annual General Meeting. They have expressed their willingness to continue for the current year. You are requested to re-appoint them and fix their remuneration.

**10. PERFORMANCE VS PROJECTIONS :**

Pursuant to Clause 43 of the Listing Agreement the projected profitability as stated in the Prospectus in comparison to the performance of the Company for 1996-97 is given below:

Particulars	Company's Projections (Rupees in lacs)	Projections as appraised by ICICI (Rupees in lacs)	Actuals (Rupees in lacs)
Turnover	7,846.00	7,846.00	14,409.88
Profit/(Loss) after tax	240.00	141.00	148.47

**11. ACKNOWLEDGMENTS :**

The Directors place on record their sincere appreciation for the dedicated services and contribution rendered by the employees at all the levels of the Company. The Directors also take this opportunity to express their gratitude to The Industrial Credit and Investment Corporation of India Limited, Bank of Baroda and the ICICI Banking Corporation Limited, for their timely financial assistance and for the co-operation received by the Company from the various departments of the Government. Your Directors also thank the shareholders, customers, dealers and suppliers for their continued support and co-operation.

For and behalf of the Board of Directors

CERTIFIED TRUE COPY

*(Signature)*

Place : Pune  
Date : 30th June, 1997.

**FOR CHAKAN VEGOILS LIMITED.**

**ASHOK M. LUNKAD**  
Chairman & Wholtime Director

*(Signature)*  
**VANDANA R. NAIK**  
COMPANY SECRETARY.

## FIFTH ANNUAL REPORT 1996-97

## ANNEX 'A' TO THE DIRECTORS' REPORT

Information pursuant to Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988:

## A. CONSERVATION OF ENERGY :

- a) Energy conservation measures taken:  
The Company continuously evaluates energy utilisation practices with a view to optimise consumption.
- b) Additional Investment proposals, if any, being implemented for reduction of consumption of energy:  
None presently under consideration.
- c) Impact of the measure at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of the goods.  
  
Utilisation of energy is kept to the minimum operating level.
- d) Total energy consumption and energy consumption per unit of production as per Form A of the Annexure to the Rules in respect of industries specified in the schedule thereto:

## ANNEXURE

## FORM A

A) Power & Fuel Consumption	1996-97	1995-96
1) Electricity		
a) Purchased		
Unit	2844586	2441317
Total Amount Rs.	1,06,67,851	76,34,933
Rate/Unit Rs.	3.75	3.13
b) Own generation		
i) Through diesel generator	—	—
ii) Through Steam turbine/Generator	—	—
2) Coal	—	—
3) Furnace oil	—	—
4) Baggasse		
Quantity	6791.75 MT	4795.5 MT
Total cost Rs.	15,71,940	9,64,281
Rate/Unit Rs.	231.45	201.08

## 3) Consumption per unit of production

	Standards (if any)	1996-97	Standards (if any)	1995-96
Electricity	N.A.	7.70 (Units)	N.A.	4.79 (Units)
Furnace oil	N.A.	—	N.A.	—
Coal	N.A.	—	N.A.	—
Baggasse	N.A.	18.38 (Kgs)	N.A.	9.42 (Kgs)