

# 24

**TWENTY FOURTH  
ANNUAL REPORT  
AND ACCOUNTS**

**1999-2000**

**COROMANDEL  
AGRO PRODUCTS AND OILS  
LIMITED**



## TWENTY FOURTH ANNUAL REPORT 1999-2000

BOARD OF DIRECTORS	: Sri. R. Narapa Reddy Sri. M. Lakshmaiah Sri. Y. Venkata Rao Sri. C. Satyanarayana Sri. T.N. Vidya Sagar Sri. M. Venkateswara Rao	Chairman     Managing Director
GENERAL MANAGER	: Sri. T. Mastan Reddy	
FINANCE MANAGER & SECRETARY	: Sri. K. Satyanarayana	
BANKERS	: Canara Bank Chirala – 523 155	
AUDITORS	: M/s.A.Ramachandra Rao & Co., Chartered Accountants, 3-6-369 A/11, 1 <sup>st</sup> Floor, Street No.1, Himayatnagar, Hyderabad – 500 029	
REGISTERED OFFICE	: 12-B, Skylark Apartments, Basheer Bagh, Hyderabad – 500 029	
FACTORY & ADMINISTRATIVE OFFICE	: Jandrapet, Chirala – 523 165 Andhra Pradesh	

COROMANDEL AGRO PRODUCTS AND OILS LIMITED





## TWENTY FOURTH ANNUAL REPORT 1999-2000

**CONTENTS**

	PAGE
Notice of Meeting	5
Directors' Report	6
Auditors' Report	9
Balance Sheet	12
Profit & Loss Account	13
Schedules	15
Notes on Accounts	19

COROMANDEL AGRO PRODUCTS AND OILS LIMITED





## TWENTY FOURTH ANNUAL REPORT 1999-2000

### NOTICE

Notice is hereby given that the 24<sup>th</sup> Annual General Meeting of the Shareholders of **COROMANDEL AGRO PRODUCTS AND OILS LIMITED** will be held on 19<sup>th</sup> August, 2000 at 12B, Skylark Apartments, Basheer Bagh, Hyderabad at 12.30 p.m. to transact, with or without modifications, as may be permissible, the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at March 31, 2000, the Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Sri Y. Venkata Rao, who retires by rotation under Article 122 of the Articles of the Association of the Company and who, being eligible, offers himself for reappointment.
3. To appoint a Director in place of Sri C. Satyanarayana, who retires by rotation under Article 122 of the Articles of the Association of the Company and who, being eligible, offers himself for reappointment.
4. To appoint Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and fix their remuneration.

The retiring Auditors M/s. A. Ramachandra Rao & Company are eligible for reappointment.

By Order of the Board

Place : GUNTUR  
Date : June 30, 2000.

Sd/-  
(MADDI VENKATESWARA RAO)  
Managing Director

### NOTE :

1. A Member entitled to attend and vote at the above Meeting is entitled to appoint proxy to attend and vote instead of himself and such a proxy need not be a Member. The proxy form duly completed must reach the Registered Office of the Company at least 48 hours before the commencement of the meeting.
2. In case there is any correction/change in your address registered with us, may we request you to communicate the same to us with pin-code to enable us to register it in our records.
3. The Register of Members and Share Transfer Books of the company will remain closed from 08-08-2000 to 19-08-2000 (both days inclusive).

By Order of the Board

Place : GUNTUR  
Date : June 30, 2000.

Sd/-  
(MADDI VENKATESWARA RAO)  
Managing Director

## COROMANDEL AGRO PRODUCTS AND OILS LIMITED

**DIRECTORS' REPORT**

**DIRECTORS' REPORT**  
FOR THE YEAR ENDED MARCH 31, 2000.

*Ladies and Gentlemen,*

Your Directors have pleasure in presenting the 24<sup>th</sup> Annual Report and Audited Accounts of the Company for the year ended March 31, 2000.

**FINANCIAL RESULTS**

	<b>For the year ended 31-03-2000 Rupees in Lakhs</b>	<b>For the year ended 31-03-1999 Rupees in Lakhs</b>
Gross Loss	(-) 107.00	(-) 19.49
Depreciation	14.74	14.60
Net Loss	(-)121.74	(-)34.09
Add: Profit brought forward from previous year	—	9.59
Debit Balance of Profit & Loss Account	(-) 121.74	(-)24.50

**PERFORMANCE**

The Company had passed through a critical phase during the period under review. The adverse working results during the period under review are mainly due to :-

- Heavy dumping of RBD Palmolein Oil, RBD Palm Oil into India because of the lower customs duty.
- Steep fall in edible oil prices both domestic and International Markets since April 1999.
- Failure of Cotton Crop due to heavy rains resulting in non-availability of good quality of cotton seed at reasonable prices.
- High cost of inputs, price hike in electricity and husk costs, heavy burden of interest due to accumulation of stocks and early closure of operations.

The entire edible oil industry in India is facing serious crisis due to the reasons mentioned above. Due to recession in the Industry, the Company reduced its production to minimise the losses. The company processed 18,176 MT of Cotton Seed as against 18,664 MT in the previous year.



## TWENTY FOURTH ANNUAL REPORT 1999-2000

### EXPORT AND FOREIGN EXCHANGE EARNINGS

Your Company managed to export 332.669 MT of Cotton Linters worth Rs.34.84 lakhs during the year under review as against 333.602 MT worth Rs.34.20 lakhs in the previous year. The International prices for Linters and De-Oiled Cakes ruled lower than the domestic market during the year 1999-2000. Hence our export turnover on Cotton Linters and De-Oiled cakes are lower when compared to earlier years. The prices for these commodities are going up in the international market and we expect more export turnover in the current year.

### PROSPECTS

The Cotton crop for the season 1999-2000 failed in Andhra Pradesh. The available quality of cotton seed was with very low oil content and high F.F.A. indicating gloomy season for the Industry. Government of India has recently increased import duty on edible oils and resulted some improvement in the edible oil prices in domestic market. Further, Tobacco Crop holiday in A.P. may improve the acreage in Cotton growing area in the coming khariff season. If the acreage improves, it will definitely be helpful to our Industry atleast in the coming crushing season which may start from November, 2000 onwards.

### DIRECTORS

Sri Y.Venkata Rao and Sri C.Satyanarayana retire by rotation under Article 122 of the Articles of the Association of the Company and, are being eligible, offer themselves for reappointment as Directors.

### INDUSTRIAL RELATIONS

As in the past, the industrial relations remained cordial during the year under review.

### COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988

Information as per Section 217 (1) (e) of the Companies (Amendment) Act, 1988 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988.

- I) Form "A" : Enclosed
- II) Form "B" : Enclosed

### PARTICULARS OF EMPLOYEES

Information as per Section 217 (2A) of the Companies (Amendment) Act, 1988 read with the Companies (Particulars of Employees) Rules 1975 for the year ended March 31, 2000 is Nil.

### AUDITORS

The Auditors, M/s. A. Ramachandra Rao & Co., Chartered Accountants, Hyderabad retire at the 24<sup>th</sup> Annual General Meeting and are eligible for reappointment.

### ACKNOWLEDGEMENT

The Directors wish to place on record their appreciation of the whole-hearted and sincere co-operation the Company has received from Company's Bankers, Canara Bank, Industrial Investment Bank of India Ltd., Dealers and Suppliers of the Company.

For and on behalf of the Board

Sd/-

(R. NARAPA REDDY)

Chairman

Place : GUNTUR

Date : June 30, 2000.



**COROMANDEL AGRO PRODUCTS AND OILS LIMITED**  
**ANNEXURE TO THE DIRECTORS' REPORT**

**FORM – “A”**  
**(SEE RULE – 2)**  
**FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO**  
**CONSERVATION OF ENERGY**

	<b>Current Year</b>	<b>Previous Year</b>
	<b>1999-2000</b>	<b>1998-99</b>
<b>A POWER AND FUEL CONSUMPTION</b>		
1. Electricity:		
a) Purchased Units	<b>15,54,776</b>	13,19,020
Total Amount	<b>Rs.72,28,857</b>	Rs. 57,00,685
Rate/Unit	<b>Rs.4.65</b>	Rs. 4.32
b) Own Generation		
i) Through Diesel Generators:		
Units	<b>6,78,241</b>	10,17,477
Units per Ltr. of Diesel Oil	<b>3.12</b>	2.99
Cost/Unit	<b>Rs.3.49</b>	Rs.3.08
ii) Through Steam Turbine/Generators	—	—
2. Coal: (Specify quality & where used)		
Round Coal “C” Grade used in Boiler		
Quantity (Tonnes)	<b>55.000</b>	370.200
Total Cost	<b>Rs.99,710</b>	Rs. 5,54,907
Average Cost	<b>Rs.1,813</b>	Rs. 1,499
3. Furnace Oil	—	—
4. Others/Internal Generation:		
Rice Husk(Tonnes)	<b>1624.110</b>	1304.290
Total Cost	<b>Rs.11,05,477</b>	Rs. 3,56,926
Average Cost	<b>Rs.681</b>	Rs. 274
<b>B. CONSUMPTION PER UNIT OF PRODUCTION:</b>		
<b>ELECTRICITY:</b>		
Cotton Seed	<b>120.19</b>	122.56
Animal Feeds	<b>45</b>	45
Tobacco Seed Oil	<b>57</b>	—
Soya Bean	—	81.05
<b>COAL:</b>		
Cotton Seed	<b>3 Kgs</b>	20 Kgs.
<b>RICE HUSK</b>		
Cotton Seed	<b>89 Kgs</b>	70 Kgs.

**FORM “B”**  
**NIL**

For and on behalf of the Board

Place: GUNTUR  
Date : **June 30, 2000.**

Sd/-  
**(R. NARAPA REDDY)**  
Chairman