

33

**THIRTY THIRD
ANNUAL REPORT
AND ACCOUNTS**

2008 - 09

**COROMANDEL
AGRO PRODUCTS AND OILS
LIMITED**



THIRTY THIRD ANNUAL REPORT 2008-09

BOARD OF DIRECTORS : Sri Y.Venkata Rao Chairman
Sri Maddi Lakshmaiah
Sri Maddi Ramesh
Sri V.V.S. Ravi
Sri Maddi Venkateswara Rao Managing Director

GENERAL 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, 1st Floor,
Street No.1, Himayathnagar,
Hyderabad – 500 029

REGISTERED OFFICE : 12-B, Skylark Apartments,
Basheer Bagh,
Hyderabad – 500 029

FACTORY & ADMINISTRATIVE OFFICE : Jandrapet,
Chirala – 523 165
Andhra Pradesh
Phones : 08594 – 222682, 222686
Fax : 08594 – 222681
E-mail : capol@mlgroup.com

COROMANDEL AGRO PRODUCTS AND OILS LIMITED

CONTENTS

	PAGE
Notice of Meeting	3
Directors' Report	5
Auditors' Report	14
Balance Sheet	18
Profit & Loss Account	19
Schedules	21
Notes on Accounts	28



THIRTY THIRD ANNUAL REPORT 2008-09

NOTICE

Notice is hereby given that the 33rd Annual General Meeting of the Shareholders of **COROMANDEL AGRO PRODUCTS AND OILS LIMITED** will be held on July 30, 2009 at 12B, Skylark Apartments, Basheerbagh, Hyderabad at 10:30 a.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, 2009, the Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To declare Dividend on Equity Shares for the year ended March 31, 2009.
3. To appoint a Director in place of Sri M. Ramesh, who retires by rotation under Article 122 of the Articles of Association of the Company and who, being eligible, offers himself for reappointment.
4. To appoint a Director in place of Sri Y. Venkata Rao, who retires by rotation under Article 122 of the Articles of Association of the Company and who, being eligible, offers himself for reappointment.
5. 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

Sd/-

Place : GUNTUR
Date : June 29, 2009.

(MADDI VENKATESWARA RAO)
Managing Director

NOTES :

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 24-07-09 to 30-07-09 (both days inclusive) for the purpose of Annual General Meeting (AGM) and payment of Dividend.

COROMANDEL AGRO PRODUCTS AND OILS LIMITED

4. The Board of Directors in their meeting held on June 29, 2009 have recommended payment of Dividend of 10% (Rs.1.00 per equity share) for the year 2008-2009. The payment of dividend is to be approved by the shareholders at the AGM. The aforesaid dividend, if declared at the AGM, will be paid on or after July 30, 2009 to those members whose names appear in the Register of Members as on the date of the AGM.
5. In order to provide protection against fraudulent encashment of the dividend payment instruments, shareholders are requested to intimate the Company, under the signature of the Sole / First joint holder, the following information to be incorporated on the Dividend payment instruments.
 - (i) Name of the Sole / First joint holder and the Folio Number.
 - (ii) Particulars of Bank account, viz.: (a) Name of the Bank (b) Name of the Branch (c) Complete address of the Bank with Pin Code Number (d) Account number and type, whether Savings (SB) or Current Account (CA).
6. Pursuant to Section 205A and 205C of the Companies Act, 1956, all unclaimed / unpaid dividend, as at March 31, 2009 remaining unpaid or unclaimed for a period of seven years from the date they became due for payment, have been transferred to the "Investor Education and Protection Fund" (IEPF) established by the Central Government. Members are requested to contact the Company in respect of unclaimed / unpaid dividends declared on or after July 30, 2003.

Report  junction.com



THIRTY THIRD ANNUAL REPORT 2008-09

DIRECTORS' REPORT

DIRECTORS' REPORT FOR THE YEAR ENDED MARCH 31, 2009

Ladies and Gentlemen,

Your Directors have pleasure in presenting the 33rd Annual Report and Audited Accounts of the Company for the year ended March 31, 2009.

FINANCIAL RESULTS

	For the year Ended 31-03-2009 Rupees in Lakhs	For the year Ended 31-03-2008 Rupees in Lakhs
Sales and Other Income	6515.14	7328.96
Profit before Depreciation and Income Tax	133.29	323.06
Depreciation	28.23	36.06
Income Tax	13.61	86.50
Fringe Benefit Tax	0.47	0.62
Deferred Tax Expenses/(Benefit)	5.90	10.06
Net Profit after Tax	85.08	189.82
Add: Profit brought forward from previous year	320.82	169.48
APPROPRIATION	405.90	359.30
Dividend including Dividend Tax	9.24	18.48
Transfer to General Reserve	20.00	20.00
Surplus – Balance in Profit & Loss Account	376.66	320.82

DIVIDEND

In view of the lower profits made by the Company during the year, your Directors recommend a Dividend on Equity Shares at 10% (Rs.1.00 per equity share) for approval of the Shareholders. The total amount of Dividend outgo (including dividend tax) will be Rs.9.24 Lakhs for the financial year ended March 31, 2009, which if approved at the ensuing 33rd Annual General Meeting.

PERFORMANCE

The Company had passed through a critical phase during the period under review because of the recession in the International Economy and liberal oil import policy of Government of India. The low working results are due to steep fall in prices of edible oil and Cotton Linters in both domestic and International Markets like China and huge interest burden on accumulated stocks.

Further, the Government of India announced higher Minimum Support Price which caused substantial increase in Cottonseed prices. During the season, due to hike in raw material prices and lower price realization for final products, the Company decided to hold the production for a while to curtail huge losses. Hence the production and processing volume of Cottonseed came down to 53,972 MT from 57,923 MT as compared to the previous year.

COROMANDEL AGRO PRODUCTS AND OILS LIMITED

The entire edible oil Industry in India is facing serious crisis due to the reasons mentioned above. In spite of lower production, the Company fared well and earned Rs.105.06 lakhs as net profit before tax when compared to that of Rs.287.00 lakhs in the previous year.

Your Directors are pleased to inform that the Company has received Awards from All India Cottonseed Crushers' Association for being the "Second Highest Exporter of Cotton Linters" and "Third Highest Domestic Seller of Cottonseed Extractions" for the year 2007-2008.

FIXED DEPOSITS

Your Company has not accepted any Fixed Deposits from the Public, except some Unsecured Loans brought by Promoter Directors and as such no amount on account of principal or interest on public deposits was outstanding as on the date of Balance Sheet.

EXPORT AND FOREIGN EXCHANGE EARNINGS

Your Directors wish to inform that the Company has exported 1,084.817 M.T. of Cotton Linters worth Rs.342.31 lakhs during the year under review as against 3,290.782 M.T. worth Rs.805.44 lakhs in the previous year. The prices of Cottonseed De-oiled Cakes are better in the domestic market than the export market and hence, De-oiled Cakes are being sold in the domestic market in toto.

PROSPECTS

As the prices yielded to cotton growers highly remunerative and yields are also better to the growers during the previous crop year, the acreage under cotton cultivation is likely to increase and thereby the availability of cotton seed may also be substantial and it certainly ensures the Company to increase production capacities more in the ensuing season.

DIRECTORS

Sri Y. Venkata Rao and Sri M. Ramesh, retire by rotation under Article 122 of the Articles of 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.



THIRTY THIRD ANNUAL REPORT 2008-09

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

SECRETARIAL COMPLIANCE CERTIFICATE

The Compliance Certificate by Practising Company Secretary under Section 383A (1) has been enclosed herewith to this report.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the annual accounts for the financial year ended 31st March, 2009, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- (ii) That the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- (iii) That the Directors had taken proper and sufficient care 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 Directors had prepared the accounts for the financial year ended 31st March, 2009 on a 'going concern' basis.

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, 2009 is Nil.

COROMANDEL AGRO PRODUCTS AND OILS LIMITED

AUDITORS

M/s. A. Ramachandra Rao & Co., Chartered Accountants, Hyderabad, as Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for reappointment.

The Company received a letter from M/s. A. Ramachandra Rao & Co., Chartered Accountants, to the effect that their appointment, if made, would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956 and that they are not disqualified for such appointment within the meaning of Section 226 of the Companies Act.

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, Dealers and Suppliers.

For and on behalf of the Board

Place : GUNTUR
Date : June 29, 2009.

Sd/-
(Y. VENKATA RAO)
Chairman



THIRTY THIRD ANNUAL REPORT 2008-09

ANNEXURE TO THE DIRECTORS' REPORT

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

	Current Year 2008-09	Previous Year 2007-08
A POWER AND FUEL CONSUMPTION		
1. Electricity:		
a) Purchased Units	57,54,810	55,96,913
Total Amount	Rs. 2,08,46,644	Rs.1,96,10,764
Rate per Unit	Rs.3.62	Rs.3.50
b) Own Generation through Diesel Generators :		
Units	16,041	19,488
Units per Ltr. of Diesel Oil	2.22	2.28
Cost per Unit	Rs.15.14	Rs.13.71
2. Others/Internal Generation :		
Rice Husk(Tonnes)	3,248.705	3,381.045
Total Cost	Rs. 53,20,201	Rs.45,33,815
Average Cost	Rs.1,638	Rs.1,341
B. CONSUMPTION PER UNIT OF PRODUCTION :		
ELECTRICITY :		
Cotton Seed	106.92	96.83
Animal Feeds	0	45
RICE HUSK :		
Cotton Seed	60.19 Kgs	58.37 Kgs

FORM “B”

NIL

For and on behalf of the Board

Place: GUNTUR
Date : June 29, 2009.

Sd/-
(Y. VENKATA RAO)
Chairman