

Ellora Paper Mills Limited



25th ANNUAL REPORT 1999-2000



**Ellora
Paper Mills
Limited**

BOARD OF DIRECTORS

Shri V. Dixit

Chairman

Shri C.P. Goenka

Managing Director

Shri Sudhir Goenka

Executive Director

Shri Sunil Goenka

Shri Sandeep Goenka

CHIEF EXECUTIVE

Shri Sreehari Chava

AUDITORS

M/s. Bhattad Rathi & Co.

Chartered Accountants

BANKERS

State Bank of India

Union Bank of India

Indian Bank

REGISTERED OFFICE

379, Pandit Jawaharlal Nehru Marg,

Ashoka Vault Building, Sitabuldi,

Nagpur – 440 012

FACTORY

Village : Dewada Khurd, Tumsar,

Dist. Bhandara (Maharashtra)

NOTICE

Notice is hereby given that the Twenty Fifth Annual General Meeting of the Members of Ellora Paper Mills Limited will be held on Saturday, the 30th September, 2000 at 4.00 p.m. at 379, Pt. Jawaharlal Nehru Marg, Sitabuldi, Nagpur- 440012, to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended on 31st March, 2000 and the Balance Sheet as at that date together with reports of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr. Sunil Goenka, who retires by rotation and is eligible for reappointment.
3. To appoint Auditors and fix their remuneration :
To consider and if thought fit, to pass, with or without modification, the following resolution as a Special Resolution:
"RESOLVED that M/s. Bhattad Rathi & Company, Chartered Accountants, Nagpur, be and are hereby appointed as Auditors of the Company from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting of the Company at a remuneration to be fixed by the Board of Directors."

By Order of the Board
For **ELLORA PAPER MILLS LIMITED**

Nagpur
29th June, 2000

SUDHIR GOENKA
Executive Director

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The register of members of the company will remain closed on 30th September 2000.
3. The Explanatory Statement pursuant to section 173 of the Companies Act, 1956 in respect of business under item No. 3 is annexed hereto.
3. Members are requested to notify immediately the change, if any, in their registered address.
4. Members are requested to bring their copy of the Annual Report to the Annual General Meeting.

ANNEXURE TO THE NOTICE**Explanatory Statement Pursuant to Section 173 (2) of the Companies Act, 1956 :**

As required by Section 173 of the Companies Act 1956, the following Explanatory statement sets out all material facts relating to the business mentioned under item Number 3 of the accompanying Notice dated 29th June, 2000.

Item No. 3

In terms of Section 224A of the Companies Act, 1956, in case of a Company in which not less than twenty five percent of the subscribed share capital is held (whether singly or in any combination) by the Public Financial Institutions, the appointment of Auditors at each Annual General Meeting shall be made by Special Resolution. The Shareholdings of Industrial Development Bank of India, Industrial Credit and Investment Corporation of India Limited and Industrial Finance Corporation of India Limited in the subscribed share capital of the Company exceeds twenty-five percent. Accordingly, a Special Resolution for the appointment of M/s Bhattad Rathi & Co., Chartered Accountant, as Auditors of the Company has been proposed.

None of the Directors of the Company are interested in the resolution, except to the extent of their respective shareholdings as share holders of the Company.

By Order of the Board
For **ELLORA PAPER MILLS LIMITED**

Nagpur
29th June, 2000

SUDHIR GOENKA
Executive Director



**Ellora
Paper Mills
Limited**

REPORT OF THE BOARD OF DIRECTORS TO THE MEMBERS

1. Presentation

Your directors have pleasure in presenting the Annual Report for 1999-2000 together with the Audited Accounts for the year ended on 31 March, 2000.

2. Financial Results

The financial results of the operations for the year under review are as follows :

Rs. in lakhs

Particulars	1999-2000	1998-99
Sales	1777.55	1909.95
Sales Quantity (M.T.)	8447	9741
Profit Before Interest Depreciation and Tax	143.87	135.83
Less : Interest	48.30	57.23
Depreciation	34.37	27.38
Profit Before Tax	61.20	51.22
Less : Provision for Taxation	7.00	7.00
Profit After Tax	54.20	44.22
Add : Excess Provision of earlier years written back	-	5.69
Add/(Deduct) : Profit/(Loss) brought forward from previous year	127.78	77.87
Profit/(Loss) carried forward to Balance Sheet	181.98	127.78

3. Operations

The Profit after Tax has increased to Rs.54.20 lakhs in 1999-2000 from Rs.44.22 lakhs in 1998-99. The company is able to maintain similar trend of performance during the current year too.

4. Modernisation cum Expansion

As was stated in our report for 1998-99, your Company launched a four crore modernization cum expansion plan with a view to achieve the dual impact of cost reduction and quality improvement. The Company has invested, during & upto the year under review, Rs.205 lakhs towards the said expansion cum modernisation plan. The Company, with this investment, has accomplished technological improvement by adoption of latest Japanese technology to manufacture superior grade of writing and printing paper.

5. Fixed Deposits

The Company has not accepted any fixed deposits from the public during the year ended on 31st March 2000.

6. Safety and pollution Control

The Company continues to give top priority to safety and pollution control aspects. It has strictly been following the requisite guidelines as received from Pollution Control Board from time to time.

7. Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo

Information in accordance with the provisions 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, regarding Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo is given in the annexure forming part of this Report.

8. Particulars of Employees

The Company has no employee covered under section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

9. Directors

Mr. Sunil Goenka retires by rotation and being eligible offers himself for reappointment.

10. Auditors

Members are requested to appoint auditors for the current year and fix their remuneration. The retiring, auditors, M/s Bhattad Rathi & Co., Chartered Accountants, are eligible for reappointment. As required under section 224 of the Companies Act, 1956 certificate has been received from M/s Bhattad Rathi & Co. to the effect that their appointment, if made, will be in accordance with the limits specified in section 224 (1B) of the Companies Act, 1956. As required under section 224 A of the Companies Act, 1956, a Special resolution is being placed for consideration of the members for their appointment.

11. Cost Audit

The Cost Audit of the Cost Accounts of the Company for the year ended on 31st March, 2000 is being carried out by Mr. V.B. Limaye, Cost Accountant, Nagpur. He will be submitting his report on completion of the audit to the Company Law Board as required under the relevant rules.

12. Listing of Shares

The Equity Shares of the Company are listed on The Stock Exchange, Mumbai, and the annual listing fees for the financial year 2000-2001 has been paid by the Company.

13. Y2K Compliance

The Directors are pleased to mention that the switch over of the Company's operations into the year 2000 passed off without any problem on "Y2K" related issues.

14. Acknowledgements

Your Directors express their gratitude to the Government of India, Government of Maharashtra, Financial Institutions, Bankers and Valued Customers for their continuing goodwill and support to the Company.

Your Directors wish to place on record their deep appreciation for the dedication and loyalty shown by the officers, staff members and workers of the Company. Your Directors sincerely acknowledge the continued trust and confidence you, the shareholders, have placed in the Company.

For and on behalf of the Board

Nagpur
29th June, 2000

V. Dixit
Chairman

ANNEXURE TO THE DIRECTORS' REPORT

Information as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rule 1988 :

1 CONSERVATION OF ENERGY

(a) Energy Conservation Measures taken : and

(b) Additional investments and proposals for reduction of conservation of energy :

(c) Impact of measures taken at (a) & (b) :

(d) Energy consumption in total and per unit of production in form "A".

} Continuous efforts are made to conserve energy

Overall savings in cost of production

FORM - A

Form for disclosure of particulars with respect to conservation of energy :

(A) Power and Fuel Consumption		1999-2000	1998-99
1 Electricity			
a) Purchased Units	KWH	8173822	8794178
Total Cost	Rs.in Lacs	312.88	319.27
Rate / Unit	Rs./KWH	3.83	3.63
b) Own Generation		NIL	NIL
2 Coal			
(Grade B,C or ROM depending upon availability)			
Quantity	M.T.	2230	300
Total Cost	Rs.in Lacs	34.90	4.48
Average Rate	Rs./MT	1565	1495
3 Furnance Oil		NIL	NIL
4 Other/Internal Generation			
a) Rice Husk			
Quantity	M.T.	5820	8476
Total Cost	Rs.in Lacs	35.79	47.42
Average Rate	Rs./MT	615	559

(B) Consumption per unit of production - Paper (M.T.)

Particulars	Unit	1999-2000	1998-99
Electricity	KWH	967	958
Furnace Oil	M.T.	NIL	NIL
Coal	M.T.	0.264	0.033
Rice Husk	M.T.	0.689	0.923

II. TECHNOLOGY ABSORPTION

a) Research & Development (R & D)

The Company has no separate R & D Department

b) Absorption of Technology

The Company has not imported any technology

III FOREIGN EXCHANGE EARNING AND OUTGO (Rs.in Lacs)

	1999-2000	1998-99
a) Foreign Exchange Earnings	NIL	NIL
b) Foreign Exchange Outgo	85.53	89.27

For and on behalf of the Board

Nagpur
29th June, 2000

V.Dixit
Chairman