

ELLORA PAPER MILLS LIMITED



36th ANNUAL REPORT
2010-11

BOARD OF DIRECTORS

Shri C. P. Goenka	:	Managing Director
Shri Sudhir Goenka	:	Executive Director
Shri Sunil Goenka	:	Director
Shri Sandeep Goenka	:	Director

AUDITORS

M/s Bhattad Rathi & Co.
Chartered Accountants
Nagpur

BANKERS

State Bank Of India

REGISTERED OFFICE

379, Pandit Jawaharlal Nehru Marg
Ashoka Vault Building, Sitabuldi
Nagpur – 440 012

FACTORY

Village : Dewada Khurd, Post : Tumsar
District : Bhandara, State : Maharashtra
Pin : 441 912

REGISTRAR & TRANSFER AGENT

Bigshare Services Private Limited
E-2/3, Ansa Industrial Estate, Sakivihar Road
Sakinaka, Andheri (e), Mumbai - 400072

NOTICE

NOTICE is hereby given that the 36th Annual General Meeting of the Members of Ellora Paper Mills Limited will be held on Friday, 30th September 2011, at 3:00 P.M. at the Registered Office of the company at 379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi, Nagpur – 440 012 to transact the following businesses:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2011, the Profit and Loss Account for the year ended on that date and the reports of the Auditors and Directors thereon.
- 2) To appoint Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to provisions of Section 224 of the Companies Act, 1956, M/s. Bhattad Rathi & Co., Chartered Accountants, Nagpur be and is hereby appointed as Statutory Auditor of the Company to hold the office from the conclusion of this Annual General Meeting to the conclusion of next Annual General Meeting on a remuneration as may be agreed upon between the Board of Directors and Auditors."
- 3) To appoint a Director in place of Shri Sandeep Goenka, who retires by rotation and being eligible, offers himself for re-appointment.

**For and Behalf of Board of Directors
For ELLORA PAPER MILLS LIMITED**

1st September, 2011
Nagpur

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 a proxy need not be a member of the company. The instrument appointing proxy in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before commencement of the 36th Annual General Meeting of the Company.
- 2) The register of members of the Company will remain closed from 26th September, 2011 to 30th September, 2011 (both days inclusive).
- 3) Corporate members intending to send their authorised representatives to attend the 36th Annual General Meeting are requested to send a certified copy of the board resolution authorising their representative to attend and vote on their behalf at the meeting.
- 4) Members are requested to notify immediately the change, if any, in their registered address.
- 5) Members / proxies are requested to bring their attendance slip along with their copy of Annual Report to the Annual General Meeting.

ANNEXURE TO THE NOTICE

Details of Director seeking re-appointment at the forthcoming Annual General Meeting

Name of Director : Sandeep Chandraprakash Goenka

Designation : Director

Date of Appointment : 23rd April, 1992

Qualification : B. COM

Other Directorship :

Sr. No.	Name of the Company	Current designation of the director	Date of appointment at current designation
1	Texline Agencies Limited	Director	10/07/1984
2	Savitri Export Limited	Director	17/08/1984
3	Benupick Paper Boards Private Limited	Director	18/06/1986
4	Brajeshwari Paper Traders Private Limited	Director	20/06/1986
5	Gurukripa Resins Private Limited	Director	18/09/1990
6	Ellora Paper Mills Limited	Director	23/04/1992
7	Arcana Chemicals Limited	Director	23/09/1996
8	Ellora Cereals Limited	Director	23/09/1996
9	Snigdha Trading And Leasing Limited	Director	21/08/2000
10	Sharadha Leasing And Financing Limited	Director	22/08/2000
11	Wada Resins Private Limited	Director	12/12/2005
12	E Cube Academy Private Limited	Director	03/11/2008
13	E Cube Sports Gurukul Private Limited	Director	11/02/2009
14	Cpg Infra Limited	Director	17/06/2009
15	Lofty Vyapaar Private Limited	Additional director	24/02/2011

Membership on Committees of Other Companies : Nil

No. of Equity Shares held in Company : 62500 Equity Share

REPORT OF THE BOARD OF DIRECTORS TO THE MEMBERS

To,
The Shareholders of
Ellora Paper Mills Limited

The Directors are pleased to present the 36th Annual Report along with the Audited Balance Sheet of your Company for the year ended 31st March, 2011 and the Profit and Loss Account for the year ended on that date. The summarized financial results for the year are as follows:

(Rs in lacs)

Particulars	2010-11	2009-10
Sales	3136.64	4845.46
Profit Before Interest Depreciation and Tax	-469.31	290.42
Less: Interest	159.43	149.29
Depreciation	119.58	118.36
Loss/Profit Before Tax	-748.32	22.77
Less: Provision for Taxation-Current (Including tax for earlier Year Rs.Nil (P.Y.Rs.Nil)	-	3.52
Profit After Current Tax	-748.32	19.25
Add : Deferred Tax Liability	230.53	(10.26)
Add : Excess provision of earlier Year written back	92.04	-
Add : Profit brought forward from previous year	727.23	718.24
Profit carried forward to Balance Sheet	301.48	727.23

REVIEW OF OPERATIONS

During the year under review, the Company posted sales turnover of Rs. 3136.64 lacs as against Rs. 4845.46 lacs during the previous year. The performance of the Company during the year under review has severely been affected because of fire accident occurred on 6th July 2010. The paper plant could not carry out any operations till mid-November 2010. The normalcy is being restored gradually. As has been brought to the notice of members through the previous report, even the Rice Unit is not operating to the desirable extent. The process of sale of Rice Unit is underway.

FIXED DEPOSITS

The Company has accepted fixed deposits from the public during the year ended on 31st March, 2011 and complied with the relevant provisions of the Companies Act, 1956.

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.

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 **"Annexure A"** forming part of this Report.

PERSONNEL

During the year under review, there were no employees drawing remuneration in excess of the prescribed limits and whose particulars are required to be given in compliance with the provisions contained in Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975. Hence the same statement has not been attached.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217 (2AA) of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that:

- (a) In the preparation of the accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed.
- (b) Appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company for the year under review.
- (c) 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.
- (d) The annual accounts have been prepared on a going concern basis.

DIRECTORS

Shri Sandeep Goenka, Director of the Company who is liable to retire by rotation at the ensuing Annual General Meeting and is being eligible, offer himself for re-appointment as the director of the Company. The Board recommends that he may be re-appointed as the Director of the Company. The details of the Director being recommended for re-appointment are contained in the accompanying Notice of the forthcoming Annual General Meeting.

AUDITORS' REPORT

Auditors' Report for the year ended 31st March, 2011 is attached hereunder which is self explanatory.

APPOINTMENT OF STATUTORY AUDITORS

M/s Bhattad Rath & Co., Chartered Accountants, Nagpur, Statutory Auditors of the Company retires at the coming Annual General Meeting and has been proposed to be reappointed as Statutory Auditor of Company for the financial year 2011 -12 and to hold office of Statutory Auditors till the conclusion of the next Annual General Meeting.

M/s Bhattad Rath & Co., Chartered Accountants, Nagpur, have confirmed that they are eligible for the appointment and their appointment, if confirmed, shall be within the specified limits as stipulated under Section 224(1B) of the Companies Act, 1956. The Members are requested to appoint M/s Bhattad Rath & Co. as the Statutory Auditors of the Company

COST AUDIT

The Cost Audit of the Cost Accounts of the Company for the year ended on 31st March, 2011, is being carried out by M/S G.R.Paliwal & Co, Cost Accountants, Nagpur. They will be submitting their report on completion of the audit to the Company Law Board as required under the relevant rules.

LISTING OF SHARES

The equity shares of the company are listed on The Bombay Stock Exchange Limited, Mumbai. They are also dematerialized and made live in the CDSL and NSDL systems. M/s. Bigshare Services Private Limited have been appointed as the R & T Agent of the company. Shareholders may contact them at " E-2/3, Ansa Industrial Estate , Sakivihar Road, Saki Naka, Andheri (E),

Mumbai - 400072" regarding transfer, dematerialization, etc., of shares.

SECRETARIAL COMPLIANCE CERTIFICATE

Pursuant to section 383A of the Companies Act, 1956, a secretarial compliance certificate is furnished as **"Annexure B"** forming part of this Report.

ACKNOWLEDGEMENTS

Your Directors express their gratitude to the Government of India, Government of Maharashtra, 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.

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

1st September, 2011
Nagpur

C. P. Goenka
MANAGING DIRECTOR

Sudhir Goenka
EXECUTIVE DIRECTOR

ANNEXURE 'A' TO THE DIRECTORS' REPORT

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

1. CONSERVATION OF ENERGY:

- (a) Energy Conservation Measures taken : and
 (b) Additional investments and proposals for reduction of conservation of energy :
 Cogeneration Plant at an estimated cost of Rs. 2.50 crores had been installed in 2004
 (c) Impact of measures taken at (a) & (b) : Overall savings in the cost of production by at least by five per cent
 (d) Energy consumption in total and per unit of production in form "A".

FORM – A

Form for disclosure of particulars with respect to conservation of energy

Particulars	Unit	2010-11	2009-10
(A) Power and Fuel Consumption			
1 Electricity			
a. Purchase Units	KWH	2266800	2992959
Total Cost	Rs. In lacs	118.11	131.56
Rate / Unit	Rs./KWH	5.21	4.40
b. Own Generation	KWH	4173660	6701800
2 Coal (Grade B,C or ROM depending upon availability)			
Quantity	M.T.	1648	1801
Total Cost	Rs. In lacs	43.64	51.73
Average Rate	Rs./MT	2729	2873
3 Furnance Oil		NIL	NIL
4 Others/Internal Generation			
Rice Husk	M.T.	11494	13987
Quantity	Rs. In lacs	286.99	318.51
Total Cost	Rs./MT	2497	2279
Average Rate			
(B) Consumption per unit of production–Paper (M.T.)			
Particulars	Unit	2010-2011	2009-2010
Electricity	KWH	1264	1026
Furnance Oil	M.T.	NIL	NIL
Coal	M.T.	0.32	0.19
Rice Husk	M.T.	2.26	1.48
I. TECHNOLOGY ABSORPTION			
a. Research & Development (R&D) absorption of Technology		The Company has no separate R&D Department The Company has not imported any technology.	
III. FOREIGN EXCHANGE EARNINGS AND OUTGO (Rs.in Lacs)		2010-2011	2009-2010
a. Foreign Exchange Earnings		96.96	81.76
b. Foreign Exchange Outgo		8.12	107.94

By order of the Board
For ELLORA PAPER MILLS LIMITED

1st September, 2011
Nagpur

Sudhir Goenka
EXECUTIVE DIRECTOR