

21st
Annual Report
2011-2012



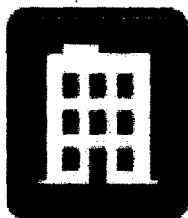
JAINCO

PROJECTS (INDIA) LTD.

COMPANY SNAPSHOT:

BOARD OF DIRECTORS:

- | | |
|------------------------|------------------------|
| 1. Smt. Keya Saraswati | : Executive Director |
| 2. Mr. Sumit Bhansali | : Director |
| 3. Shri Nilesh Chopra | : Independent Director |
| 4. Shri S.M. Gunecha | : Independent Director |



REGISTERED OFFICE:

Jainco Projects (India) Limited
2, Clive Ghat Street,
4th Floor, Room No. 4A,
Kolkata - 700001
Tel No: (033) 2221-3549, 2229-8606,
Fax No: +91-2249-6826
Email: jaincocal@gmail.com
Website: www.jainco.in

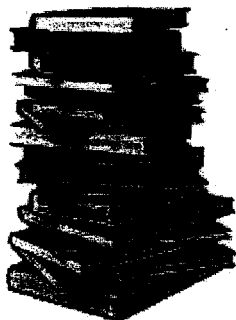
BANKER:

UCO BANK



AUDITORS:

M/S Sarkar Gurumurthy & Associates
35, C.R. Avenue,
Kolkata - 700012



REGISTRAR & SHARE TRANSFER AGENTS:

R & D Infotech Pvt. Ltd.
7A, Beltala Road, 1st Floor,
Kolkata - 700026, West Bengal, India.

-: CONTENTS :-

Director's Report	02
Corporate Governance Report.....	05
Auditors' Report	10
Balance Sheet	13
Profit & Loss Accounts	14
Cash Flow Statement	15
Schedules to Accounts	16



JAINCO PROJECTS (INDIA) LTD.

DIRECTORS' REPORT TO THE MEMBERS:

Your Directors are pleased to present their report on the business and operations of your Company for the year ended 31st March, 2012

1. FINANCIAL RESULTS

	Year Ended <u>31st March 2012</u> Rs. in lakhs	Year Ended <u>31st March 2011</u> Rs. in lakhs
Profit / (Loss) before interest and depreciation	49.90	29.35
Less: Interest and Depreciation	33.40	17.99
Profit / (Loss) before tax.	16.50	11.36
Provision for tax:		
Current Tax	(5.10)	(3.47)
Deferred Tax for Current year	0.13	0.15
Current Tax relating to Prior Year	(3.32)	-
Net Profit / (Loss) after tax.	8.21	8.04

REVIEW OF OPERATION

During the year under review the Company has achieved an aggregate pre-tax profit Rs. 16.50 lakhs in the year 2011-12 against a pre-tax profit of Rs. 11.36 lakhs in the year 2010-11 registering a growth of 45.27% over earlier year. However this marginal improvement is not at par with our expectation because of many unforeseen reasons. The major amongst which was increase of stiff competition in the market.

PROSPECT IN THE CURRENT YEAR

During the course of current financial year, your Board has made strategic business plan to upgrade the performance of the Company and accordingly it is expected that the current year will show better results. The Management has also taken some positive steps in this regard to achieve the desired result. However, your Board of Director has been considering launching few diversified activities keeping in view the basic objectives of the Company, which may improve the state of affairs in course of time.

DIVIDEND

Your Directors have considered it financially prudent in the long-term interest of the company to reinvest the profits into the business of the company to build a strong reserve base and grow the business of the company. No dividend has therefore been recommended for the Financial Year 2011-2012.

MANAGEMENT DISCUSSION AND ANALYSIS

a. INDUSTRY STRUCTURE & DEVELOPMENTS

Industries in the Construction Sector are principally dependent on Government's initiative for expanding necessary infrastructure facilities. With the development of Modern Technology coupled with Industrial Growth, the requirement has been multiplied and accordingly the Company has to rise on the occasion even in the face of stiff competition. Therefore the Company has to give importance for maintaining suitable combination of technical know how to reap the advantages of the growing market condition in the Construction Sector.

b. OPPORTUNITIES AND THREAT

There has been a radical change in global economies particularly in the developing countries like India which has raised hope for excellent business opportunities as a whole.

The major threats are higher cost of various inputs, higher transportation cost including increase in fixed cost from time to time. The strategies are constantly re-worked to minimize adverse implications, if any.

c. OUTLOOK

In view of the undergoing economic reforms the prospect of the Industry seems certain. The Management of the Company has been keeping close watch to take this opportunity even at the risk of more investment in this respect.



JAINCO PROJECTS (INDIA) LTD.

d. MANAGEMENT OF RISK & CONCERNS

The Management has taken steps to keep its position intact in the market which is predominated with stiff competition. Close and constant contact is being maintained with all the current customers and all efforts are being made for developing new.

e. INTERNAL CONTROL SYSTEMS & ADEQUACY

The Company has its own independent Internal Control Systems which is commensurate with the size of the Company and it is periodically reviewed to confirm adequacy of the system.

f. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCES

A critical appraisal is made by the Audit Committee before drawing Quarterly Statement of Accounts and the Board also reviewed the same on each occasion.

g. INDUSTRIAL RELATIONS

The Management takes sufficient care in maintaining good relations with the employees of the Company.

h. CAUTIONARY STATEMENT

The foregoing discussion and analysis may differ with actual achievements due to any change in key factors of the economy which is beyond the control of the Management.

CORPORATE GOVERNANCE

A separate report on Corporate Governance along with the Compliance certificate duly signed by the Auditors of the Company, forming part of this report, is annexed with this report. The Auditor's Certificate and the Corporate Governance Report on compliance with Clause 49 are self explanatory and do not require further elucidation.

DE-LISTING OF EQUITY SHARES

Your Company has initiated necessary action to delist its Equity Shares from the Ahmedabad and Jaipur Stock Exchanges pursuant to the resolution passed at the Tenth Annual General Meeting of the Company held on 27th September, 2001 and the same is still under process.

However the Shares of your Company will continue to be listed in the Calcutta Stock Exchange Association Ltd. and Bombay Stock Exchange Ltd.

DEPOSITS

During the year the Company did not accept any Deposits as per the provisions of Section-58A of the Companies Act, 1956 read with Companies (Acceptance of Deposits) Rules, 1975.

PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT

None of the employees of the Company is drawing remuneration exceeding prescribed limit specified under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

Your Company is not engaged in any manufacturing or processing activity, as such particulars required to be given in terms of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, regarding conservation of energy and technology absorption are not applicable.

However your Board declares that the Company has neither any Foreign Exchange earnings nor any Outgo during the year under review.



JAINCO PROJECTS (INDIA) LTD.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956 and the Article of the Association of the company, Smt. Keya Saraswati retires by rotation at the ensuring Annual General Meeting and is eligible for re-appointment.

AUDITORS AND AUDITOR'S REPORT

Your Directors have no comments on the Auditor's Report since the Report itself is self explanatory. It is stated that M/s. Sarkar Gurumurthy & Associates will retire at the conclusion of this Annual General Meeting and being eligible as per Section 224B of the Companies Act, 1956, they have expressed their willingness for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors confirm that:

- A. In the preparation of the annual accounts, the applicable accounting standards have been followed;
- B. The Directors had selected such accounting policies and applied them consistently and 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 at the end of the financial year and the profit and loss account of the Company.
- C. The Directors have 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.
- D. The Directors have prepared the annual accounts on a going concern basis.

SOCIAL COMMITMENT

In discharge of its social obligations, your Company regularly contributes to trusts formed for charitable purposes.

SUBSIDIARY

It is reported that the Company has no Subsidiary within the meaning of Section 4 of the Companies Act, 1956.

ACKNOWLEDGEMENT

Your Board records its sincere appreciation for the valuable support extended by the Company's Bankers, Financial Institutions and the Government Agencies. Your Board also wishes to thank all its customers and all those associated with the Company. Your Board further conveys cordial thanks to all the employees for their sincere works and takes this opportunity to thank Shareholders for their continued confidence reposed in the Management of the Company.

Kolkata
Date: 31ST May 2012

For and on behalf of the Board
Mrs. Keya Saraswati
Director



REPORT ON CORPORATE GOVERNANCE

A. MANDATORY REQUIREMENTS

1. Company's philosophy on code of Governance

The Company's philosophy of Corporate Governance is aimed at assisting the management of the Company to create and adhere to a Corporate culture of conscience and consciousness in the efficient conduct of its business and to continuously strive to attain high levels of accountability transparency, responsibility, capabilities & fairness in all aspects of its operations. Your Company with a view to achieve these objectives, adopted corporate strategies, prudent business plans and monitoring of performance and to set high standards of corporate, towards its employees, stakeholders, conduct and society.

Clause 49 of the Listing Agreement with Stock Exchanges sets up norms and disclosures that are to be met by the Company on Corporate Governance front. We confirm our compliance with Corporate Governance criteria, as required under the said clause vide this report.

2. Board of Directors

The present strength of board is 4 Directors. The Board comprises of Executive Director and Non-Executive Directors. The Board meets the requirement of not less than 50% being non-executive Directors. During the year under review 7 (seven) Board meetings were held. on 31st May, 2011; 30th July, 2011; 27th August 2011; 22nd September 2011; 31st October, 2011; 31st January, 2012 and 31st March, 2012.

The Composition of Directors and their attendance at the Board Meeting during the year and the last Annual General Meeting as also number of other directorships, committee memberships and chairmanships held by them are given below:

Directors	Category	Attendance		No. of other Directorship and Committee Membership/Chairmanship held	
		Board Meeting	Last AGM	No. of Other Directorship	No. of Committee Chairmanship
Mr. S.K. Bhansali *	Chairman	3	YES	5	2
Mrs. K. Saraswati	Executive Director	5	YES	4	-
Mr. Ajit Kr. Baid *	Non-Executive,Independent	2	YES	-	-
Mr. S.M. Gunecha	Non-Executive,Independent	5	YES	-	-
Mr. Sumit Bhansali *	Executive Director	2	NO	4	-
Mr. Nilesh Chopra *	Non-Executive,Independent	3	NO	-	-

Notes:

Mr. Nilesh Chopra appointed on 27/08/2011

Mr. Ajit Kr. Baid ceased as director on 27/08/2011

Mr. S.K.Bhansali ceased as director on 22/09/2011

Mr. Sumit Bhansali appointed on 22/09/2011

The Directorship held by Directors as mentioned above, do not include Alternate Directorships and Directorships of Foreign Companies, Section 25 Companies and Private Limited Companies.

In accordance with Clause 49, Membership/ Chairmanships of only the Audit Committee and Shareholders/ Investors Grievance Committees of all public limited companies have been considered.

None of the Non-Executive directors have any pecuniary relationship or transactions with the company other than for holding directorship and receiving sitting fees.

3. Audit Committee

Terms of reference of the Audit Committee are as per section 292A of the Companies Act, 1956 and the guidelines set out in Clause 49 of the Listing Agreement(s) with the Stock Exchange(s) that inter alia include a review of financial reporting process, draft financial statements and Auditor's Report (before submission to the board), accounting policies and practices internal controls and internal Audit Systems, risk management policies and practices, related party transactions, internal audit reports and adequacy of internal audit function.



JAINCO PROJECTS (INDIA) LTD.

The role of the audit committee includes recommending the appointment and removal of external auditor, discussion of audit plan, fixation of audit fees and also approval for payment of any other services.

The Audit committee had four meetings during the year 2011-2012. The composition of audit committee and attendance of its meetings is given hereunder:-

Member	Position	No. of meetings	
		Held	Attended
Mr. S.M. Gunecha	Member	4	3
Ms. K. Saraswati	Member	4	4
Mr. Nilesh Chopra	Chairman	2	2

Mr. Nilesh Chopra, chairman of Audit Committee, is an MBA has expertise in the field of taxation, Accounting and Corporate laws.

4. Remuneration to Directors

Details of remuneration paid to Directors during the year 2011-12 are given below:

Director	Remuneration Package (Rs...)	Fixed Component and Incentives (Rs...)
Mrs. Keya Saraswati	6,21,360/-	NIL

5. Investors'/Shareholders Grievance Committee:

The terms of reference of the Committee are to look into redressal of Shareholders'/Investor's Complaints relating to non-receipt of notices, share certificates, annual reports, dividends, transfer of shares, dematerialization of shares and other grievances. The composition of Investors/Shareholders Grievance committee and attendance at its meeting is given hereunder:-

Member	Position	No. of meetings	
		Held	Attended
Ms. K. Saraswati	Chairman	4	4
Mr. Ajit Kumar Baid	Member	2	2
Mr. S.M. Gunecha	Member	4	3
Mr. Nilesh Chopra	Member	2	2

Details of Complaints received from Shareholders'/Investors is as follows:

Pending at the beginning of the year	- Nil
Received during the year	- 04
Redressed/Replied during the year	- 04
Pending at the yearend	- Nil

6. General Body Meetings:

Location and time of last three Annual General Meetings were held as under:

Financial year	Date	Time	Location
2010-11	Sep'30, 2011	10.30 AM	Smriti Charitable Medical Centre, C/o, Kaushik Majumder & Paramesh Banerjee, 81, K.P.Roy Lane, Haltu, Kolkata - 700078.
2009-10	Sep'30, 2010	10.00 AM	Smriti Charitable Medical Centre, C/o, Kaushik Majumder & Paramesh Banerjee, 81, K.P.Roy Lane, Haltu, Kolkata - 700078.
2008-09	Sep'24, 2009	10.00 AM	Shyamal Smriti Parisad, 30, Dr. Nagen Ghosh Lane, Dhakuria, Kolkata-700031

No resolution was required to be put through postal ballot last year.



7. Disclosures

Disclosure on materially significant related party transactions i.e. , transactions of the company of material nature with its promoters, the Directors or the management, their subsidiaries relatives, etc. that may have potential conflict with the interests of the Company at large.

None of the transactions with any of the related parties were in conflict with the interests of the Company at large.

8. Means of Communication

(I)The Half-yearly results are published in the newspapers having wide circulation and not sent to the Shareholders.

(II) The Quarterly ,half-yearly and annual results are normally published in Echo of India -Kolkata Edition and Arthik Lipi-Kolkata Edition.

9. General Shareholder Information

(i) 21st Annual General Meeting

Date and Time

: 29th September, 2012 at 10.30 a.m.

Venue

: Smriti Charitable Medical Centre,
C/o.Kaushik Majumder & Paramesh Banerjee
81 , K.P.Roy Lane, Haltu, Kolkata - 700078

(ii) Financial Year

: 1st April to 31st March. (2011-12)

(iii)Financial Calendar (tentative)

: April – March (2012-2013)

Annual Results of previous year (audited)

: 31st May 2012

First Quarter Results (2012-13)

: Last Week of July, 2012

Annual General Meeting for the Financial

Year ended on 31st March, 2012

: 29th Sept., 2012

Second Quarter /Half yearly Results (12-13)

: Last Week of Oct., 2012

Third Quarter Results (2011-12)

: Last Week of Jan., 2012

(iv)Date of Book Closure

: 23rd Sept., 2012 to 29th Sept., 2012 (both days inclusive)

(v) Dividend Payment

: In view of the nominal profit incurred during the year under review, the Board of Directors did not recommend any dividend.

(vi)Listing on Stock Exchanges and Stock Code

Equity Shares are listed at

The Calcutta Stock Exchange Ltd., Kolkata

020031

The Bombay Stock Exchange Limited, Mumbai

526865

Share Transfer System

All shares are transferred within a period of 21 days from the date of receipt, so long as documents are found in order.

Market Price Data:

High/Low of Market price of Company's share traded on Bombay Stock Exchange during each month in the last financial year 2011-12

Month	High (Rs)	Low (Rs)	Closing(Rs)
April, 2011	2.95	2.25	2.58
May, 2011	2.97	2.46	2.94
June, 2011	5.44	3.08	4.67
July, 2011	4.58	3.88	4.36
August, 2010	4.50	3.93	3.93
September, 2011	4.40	3.63	3.63
October, 2011	5.00	3.81	4.90
November, 2011	5.44	4.33	4.33
December, 2011	4.50	4.19	4.39
January, 2012	4.68	3.12	3.12
February, 2012	3.58	2.80	3.36
March, 2012	3.75	3.08	3.08