

MD	✓		BKC	✓
CS	Wk		DM	Wk
RO	✓		DM	Wk
TRA	✓		AC	✓
AGM	✓		SEB	✓
YE	✓			✓



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**7th  
ANNUAL  
REPORT  
1996-97**

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**JUMBO  
BAG  
LIMITED**

# Jumbo Bag Ltd.

## BOARD OF DIRECTORS

<b>Sri S. Nandagopal</b>	Chairman
<b>Sri G. Sudhakar</b>	Managing Director
<b>Sri G.P.N. Gupta</b>	Director – Finance
<b>Sri G. Radhakrishna</b>	Director
<b>Dr. G. Govindaiah</b>	Director
<b>Sri B. Pratap Reddy</b>	Director, I.A.S. (Retd.)
<b>Sri M. Rama Rao</b>	Director
<b>Dr. M. Ravindranath</b>	Director
<b>Sri G.V. Ramesh Babu</b> (Alternate to Dr. G. Govindaiah)	Director

## BANKERS OF THE COMPANY

State Bank of Hyderabad  
Overseas Branch, 56, Cathedral Road,  
Chennai - 600 086.

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## AUDITORS

M/s. M. Srinivasan & Associates  
Chartered Accountants  
Chennai.

## SOLICITOR

Sri R. Sundarajan  
Advocate  
Chennai.

## REGISTRARS

Share Aids Private Limited  
4, I Main Road  
C I T Colony  
Mylapore  
Chennai - 600 004.

## WORKS

75 Thatchur Koot Road  
Panjetti Village  
Ponneri Taluk  
Chengai MGR District  
Tamil Nadu.

## REGISTERED OFFICE

5, Sir Thyagaraya Road  
T.Nagar  
Chennai - 600 017.

sociates

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OFFICE

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In view of the recommendation of a Working Group on the Companies Act, 1956 to debar the Companies from giving gifts to the Shareholders, it has been decided not to distribute Gifts at the Annual General Meeting of the Company. This is for your kind information.

Shareholders are requested to bring their copy of the Annual Report with them.



**Jumbo Bag Ltd.****NOTICE TO THE MEMBERS**

Notice is hereby given that the 7th Annual General Meeting of the members of M.s. Jumbo Bag Ltd. will be held as under :

Day : Monday  
 Date : 22nd September, 1997  
 Time : 10.15 A.M.  
 Venue : Swami Sankaradoss Kalagarangam,  
 153, Habbibullah Road, Chennai - 600 017

to transact the following business.

**As Ordinary Business**

1. To receive, consider and adopt the audited accounts of the Company for the financial year ended 31st March, 1997 and reports of the Board of Directors and Auditors thereon
2. To appoint a Director in place of Sri. S. Nandagopal who retires by rotation, and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Sri. B. Pratap Reddy who retires by rotation, and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Dr. M. Ravindranath who retires by rotation, and being eligible offers himself for re-appointment.
5. To appoint Auditors and fix their remuneration

By Order of the Board

Place : Chennai  
 Date : 1st August, 1997

**G. SUDHAKAR**  
*Managing Director*

**Notes :**

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company. Proxies should be lodged at the Registered Office of the Company at least 48 hours before the time fixed for the commencement of the meeting.
2. Members/Proxies should bring the Attendance Slip duly filled in for attending the meeting.
3. Members are requested to bring their copy of the Annual Report. No additional copies will be provided at the venue.
4. The Register of members and the Share Transfer Books of the Company will remain closed from 18th September to 22nd September 1997 (both days inclusive).
5. Members are requested to quote their folio numbers in all their correspondence.
6. Members are requested to notify immediately changes if any, in their address to the Company specifying full address in Block Capital with Pin Code of the Post Office.



**Jumbo Bag Ltd.****DIRECTORS' REPORT TO THE SHAREHOLDERS**

Your Directors wish to present the 7th Annual Report of your Company and the Audited Statement of Accounts for the year ended 31st March, 1997.

**FINANCIAL RESULTS**

The Financial Results of the Company for the year under review were as follows :

	(Rs. in lacs)
Operating Profit	60.71
Less : Depreciation	48.92
Profit before tax	11.79
Provision for tax	1.53
Profit after tax	10.26

**OPERATIONS**

During the year under review, the Company's turnover has increased significantly from Rs.3.76 crores to Rs.8.62 crores representing an increase of 129%. Exports to a number of new destinations were also commenced during the year.

**PROJECTION (VS) PERFORMANCE  
(IN TERMS OF CLAUSE 43 OF LISTING AGREEMENT)**

We furnish hereunder the comparison of projected figures as per Prospectus dated May 16, 1994 with the actual figures for the year ended 31st March, 1997.

Particulars	Projection	Performance (Rs. in lacs)
Income from Operations	1235	862.45
Profit after tax	240	10.26
EPS (in Rs.)	4.20	0.18

**REASONS FOR VARIANCE**

1. Competition from similar units in the Industry.
2. Increase in the input cost.

**OUTLOOK**

The outlook is bright and increased levels of production is achieved during the current financial year. The turnover for the period ended 31st July, 1997 is Rs.4 crores which is over 30% higher than the turnover for the corresponding period in the previous year. We are confident that the performance will remain at this level during the current year.

**FIXED DEPOSITS**

Your Company has not invited any fixed deposit either from the shareholders/Directors or from the public.

**DIRECTORS**

There has been no change in directorship during the year under review. Mr. S. Nandagopal, Mr. B. Pratap Reddy and Dr. M. Ravindranath retire by rotation and being eligible offer themselves for reappointment.



**Jumbo Bag Ltd.****AUDITORS**

The Auditors M/s. M. Srinivasan & Associates retire at the conclusion of this Annual General Meeting and are eligible for re-appointment.

**PARTICULARS OF EMPLOYEES**

The Company had no employee who was in receipt of remuneration in excess of limits specified under Section 217 (2A) of the Companies Act, 1956.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Conservation of Energy - Nil

Technology Absorption - The Company's Collaboration agreement is limited to mass production. The Company now has qualified and experienced personnel and is well equipped to meet the changing needs of the customers by developing the bags to the individual requirements of the customers.

Foreign Exchange earnings - Rs.4,55,75,692/-

Foreign Exchange outgo - Rs.3,44,30,475/-

**INDUSTRIAL RELATIONS**

The employee relations were cordial. Your Directors place on record their appreciation of the sincere efforts and active involvement of the employees at all levels.

**ACKNOWLEDGEMENTS**

The Board wishes to place on record its sincere appreciation of the cooperation received from IDBI and State Bank of Hyderabad. The Directors also wish to express their sincere thanks to the State and Central Governments for the support received from them. The Directors express their gratitude to the shareholders of the Company for their continuing support and cooperation.

Place : Chennai  
Date : 1st August, 1997

By Order of the Board

**G. SUDHAKAR**

*Vice Chairman-cum-Managing Director*

