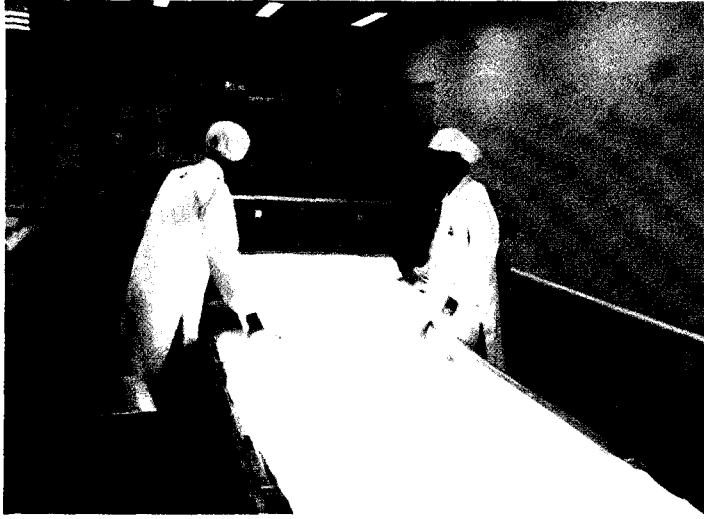


*Delivering Value, Jumbo Size.... World wide !*

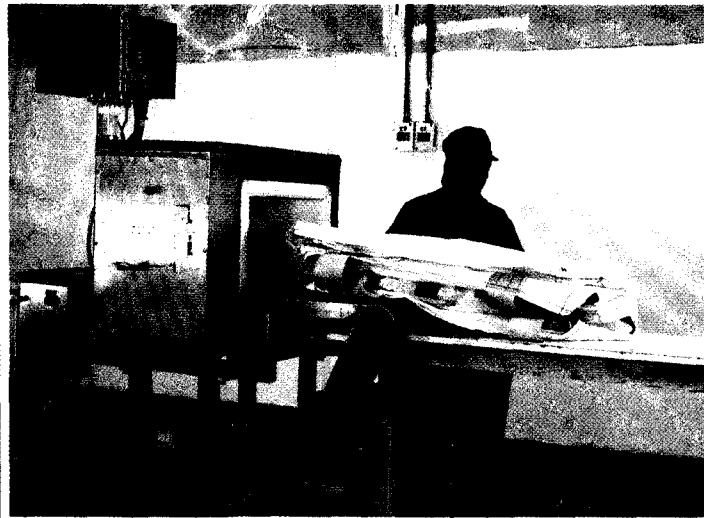


WE SHARE OUR JOY



## ANNUAL REPORT

2007 - 2008



**Jumbo Bag Ltd.**

ISO 9001 : 2001

ISO 14001 : 2001



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**Chairman Mr N D Prabhu  
planting a sapling at the  
Clean Room Facility at  
Athipedu**

**Bhoomi Pooja at Kharagpur  
on 30<sup>th</sup> April 2008 by  
Mr Muralidhar, Promoter,  
BLISS Group**



**Bhoomi Pooja at Kharagpur  
on 30<sup>th</sup> April 2008 by  
Mr Muralidhar, Promoter,  
BLISS Group**







## Jumbo Bag Ltd.

### Annual Report 2007-2008

#### LETTER TO SHAREHOLDERS

**Dear Shareholders,**

I am glad to share my thoughts with you as the Managing Director of the company since April 01, 2008. Mr Sudhakar has passed on the baton to me and his contribution towards the growth of the company has been significant. He has taken a new profile where he will be guiding the company especially in the areas of Research and Development. Your company has now reached a size where it is perfectly positioned to have a launch pad for growth.

The past year has been a year of satisfaction because the company's bottom line has grown despite adverse effects of international price. Your company is now repositioning itself in terms of its strategy in approaching the market both domestically and internationally and despite all time high oil prices and consequential effects on the price of polymer, the first quarter of FY 08-09 is starting to show the results of the efforts that have been put in. Your company has been making inroads into the value added bag market such as conductive, clean room bags etc.,

JBL has recently been accredited with BRC certification for its Clean Room Facility which is set up primarily to cater to the food and pharmaceutical segment. This facility is of truly international standard and has been appreciated by all the customers. Truly, we are increasingly moving towards giving the customer value in terms of quality and service. Ultimately, every customer is looking at value for money.

Your company has finalized plans for setting up of a new facility at Kharagpur, West Midnapore district, West Bengal.

We appreciate the support that shareholders have been giving the company all these years. Jumbo Bag Limited has been the forerunner of this industry in India and is now poised for high levels of growth.

Chennai 10  
22.07.2008

**G P N GUPTA**  
MANAGING DIRECTOR



## Jumbo Bag Ltd.

### Annual Report 2007-2008

## BOARD OF DIRECTORS

**Sri N.D. PRABHU**

**Sri G. SUDHAKAR**

**Sri G.P.N. GUPTA**

**Sri G.S. ANIL KUMAR**

(Additional Director)

**Sri G.P. RAMRAJ**

(Additional Director)

**Sri G. RADHAKRISHNA**

**Sri M. RAMA RAO**

**Sri K.J.M.SHETTY, I.A.S.(Retd.)**

**Dr. GADDAM KUMAR REDDY**

**Sri B.SURENDER**

**Sri G. KRISHNAMURTHY**

**COMPANY SECRETARY**

**STATUTORY AUDITORS**

Chairman

Vice Chairman

Managing Director

Director-Finance

Director-Marketing

Director

Director

Director

Director

Director

Additional Director

**Mrs. REVATHI SRIDHARAN**

**M/s.M.SRINIVASAN & ASSOCIATES,**

Chartered Accountants,

No.5, 9<sup>th</sup> Floor, B Wing Parsn Manere

602, Anna Salai, Chennai - 600 006.

**BANKERS**

**State Bank of India.**

State Bank of Hyderabad,

Indian Overseas Bank

**SOLICITOR**

**Sri. R. SUNDARRAJAN,**

Advocate, Chennai.

No. 46, Halls Road, Kilpauk,

Chennai 600010.

Phone: 26451722, 26461415, 26452325

Fax: 91-44-26451720,

E-mail info@blissgroup.com

Website: [www.blissgroup.com](http://www.blissgroup.com)

[www.jumbobaglimited.com](http://www.jumbobaglimited.com)

**WORKS:**

75, Thatchur Kootu Road,  
Panjetty Village, Ponneri Taluk,  
Thiruvallur District-601 204, Tamil Nadu

102, G.N.T. Road,

Athipedu Village,

Alinjivakkam,

Ponneri Taluk,

Thiruvellore Dist. 600 067. Tamil Nadu.

New No. F/172, (Old 4/95D)

Mela Arasadi Village

Ottapidaram Panchayat

Tuticorin - 628 401.

**REGISTRARS AND SHARE TRANSFER AGENT**

M/s. Cameo Corporate Services Ltd.,

Subramanian Building, No.1, Club House Road,

Chennai -600002

Phone: 28460390(5 lines) Fax:28460129



## Jumbo Bag Ltd.

### Annual Report 2007-2008

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## Jumbo Bag Ltd.

### Annual Report 2007-2008

#### NOTICE

NOTICE is hereby given that the EIGHTEENTH ANNUAL GENERAL MEETING of the members of the Company will be held at Sri Thyaga Brahma Gana Sabha, Sri P. Obul Reddy Hall, Vani Mahal, No.103, G.N.Chetty Road, T.Nagar, Chennai- 600 017 at 10.30 a.m. on Tuesday, the 23rd September, 2008 to transact the following:

#### ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2008 and the Profit & Loss account for the year ended on that date and the Report of the Directors and Auditors thereon.
2. To declare dividend.
3. To appoint a Director in the place of Sri G.Radhakrishna who retires by rotation and who, being eligible, offers himself for re-appointment.
4. To appoint a Director in the place of Dr.Gaddam Kumar Reddy who retires by rotation and who, being eligible, offers himself for re-appointment.
5. To appoint a Director in the place of Sri.M. Rama Rao who retires by rotation and who, being eligible, offers himself for re-appointment.
6. To appoint Auditors and fix their remuneration. The retiring Auditors Messrs. M. Srinivasan & Associates, Chartered Accountants are eligible for re-appointment. In this connection to consider and if thought fit, to pass, with or without modification(s), the following resolution as an ordinary resolution:

"RESOLVED that Messrs. M.Srinivasan & Associates, Chartered Accountants, be and are hereby appointed as the auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting on a remuneration to be determined by the Board of Directors."

#### SPECIAL BUSINESS

7. To consider and if thought fit, to pass, with or without modification, the following resolution as a Ordinary Resolution:

"**RESOLVED THAT** Sri. G.S. Anil Kumar, who was appointed as Additional Director at the meeting of the Board of Directors held on 22<sup>nd</sup> October 2007 and who holds office as such up to the date of Eighteenth the Annual General Meeting of the Company and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Sri G.S. Anil Kumar as a candidate for the office of Director of the company be and is hereby appointed as a Director of the Company not liable to retire by rotation.

8. To consider and if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

"**RESOLVED THAT** Sri. G.P.Ramraj, who was appointed as Additional Director at the meeting of the Board of Directors held on 22<sup>nd</sup> October 2007 and who holds office as such up to the date of Eighteenth the Annual General Meeting of the Company and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Sri G.P. Ramraj as a candidate for the office of Director of the company be and is hereby appointed as a Director of the Company not liable to retire by rotation.

9. To consider and if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

"**RESOLVED THAT** Sri. G. Krishnamurthy, who was appointed as Additional Director at the meeting of the Board of Directors held on 17th June '08 and who holds office as such up to the date of Eighteenth the Annual



## Jumbo Bag Ltd.

### Annual Report 2007-2008

General Meeting of the Company and in respect of whom notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Sri G. Krishnamurthy as a candidate for the office of Director of the company be and is hereby appointed as a Director of the Company liable to retire by rotation.

- 10 To consider and if thought fit, to pass, with or without modification, the following resolutions as **SPECIAL RESOLUTIONS**:

**"RESOLVED THAT** pursuant to sections 198, 269, 309, 310 and 311 read with Schedule XIII and other applicable provisions of the Companies Act, 1956 (including any Statutory modification(s) or re-enactment thereof, for the time being in force or any amendments and / or modifications that may hereafter be made thereto by the Central Government in that behalf from time to time, or any amendments thereto) in that approval of the Company be and is hereby accorded to the appointment of Sri. G.S. Anil Kumar, as Director-Finance (whole time) of the of the Company for a period of three years from 22<sup>nd</sup> October 2007 on payment of such remuneration as specified in the Abstract which was approved by the Board and circulated to the members earlier and be revised with effect from 1<sup>st</sup> October 2008 as set out in the Explanatory statement attached to this notice.

**"RESOLVED THAT** pursuant to sections 198, 269, 309, 310 and 311 read with Schedule XIII and other applicable provisions of the Companies Act, 1956 (including any Statutory modification(s) or re-enactment thereof, for the time being in force or any amendments and / or modifications that may hereafter be made thereto by the Central Government in that behalf from time to time, or any amendments thereto) in that approval of the Company be and is hereby accorded to the appointment of Sri. G.P. Ramraj, as Director Marketing (whole time) of the of the Company for a period of three years from 22<sup>nd</sup> October 2007 on payment of such remuneration as specified in the Abstract which was approved by the Board and circulated to the members earlier and be revised with effect from 1<sup>st</sup> October 2008 as set out in the Explanatory statement attached to this notice.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to alter and vary the terms and conditions in accordance with the laws in force from time to time and to take all such steps, deeds, matters and things as may be considered necessary to give effect to the above resolutions."

11. To consider and if thought fit, to pass, with or without modification, the following resolution as **SPECIAL RESOLUTION**:

**"RESOLVED THAT** subject to the approval of the Central Government, pursuant to the provisions of Section 314 (1B) of the Companies Act, 1956, consent of the Company be and is hereby accorded to the appointment of Shri. G. Sudhakar, Director to hold an office of profit, as Chief Mentor with effect from 1<sup>st</sup> April, 2008 for a period of three years on the terms and conditions, as set out in the Explanatory statement to this notice."

By Order of the Board  
**JUMBO BAG LIMITED**

**Registered Office:**  
No.46, Halls Road,  
Kilpauk, Chennai - 600 010.  
22<sup>nd</sup> JULY 2008

**REVATHI SRIDHARAN**  
COMPANY SECRETARY





## Jumbo Bag Ltd.

### Annual Report 2007-2008

#### NOTES:

- 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. THE PROXY FORM DULY STAMPED AND EXECUTED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY ATLEAST 48 HOURS BEFORE THE TIME FOR THE COMMENCEMENT OF THE MEETING.**
- Explanatory Statement as per the provisions of Section 173(2) of the Companies Act, 1956 in respect of the items of the Special Business as set out above is annexed.
- Members / Proxies should bring the Attendance slip duly filled in for attending the meeting.
- Members are requested to bring their copy of the Annual Report. No additional copies will be provided at the venue.
- Members holding shares in Physical Form are requested to notify immediately to our Registrars and Share Transfer Agents, M/s.Cameo Corporate Services Ltd., No.1, Club House Road, Mount Road(Anna Salai), Chennai-600 002, Tamil Nadu, any change in their address, to ensure prompt receipt of the Dividend Warrants. Members holding shares in Electronic Form should inform change in address to their Depository Participants. The dividend, as recommended by the Board, if approved, at this Annual General Meeting will be payable on or after 8<sup>th</sup> October, 2008 to those members whose names appeared in the Company's Register of Members as on 23<sup>rd</sup> September, 2008. In respect of shares held in Electronic Form, the Dividend will be payable on the basis of beneficial ownership as per the details furnished by NSDL and CDSL for this purpose.

Members holding shares in Electronic Form may please note that their bank account details as furnished by their depositories to the company will be printed on the dividend warrants and the company will not entertain any direct request from such members for deletion/change in such bank details. (Members who wish to change their Bank Account details are advised to intimate their depository participant (DPs) about such change with complete details of Bank Accounts.)

- Members are requested to intimate to the Company, queries, if any, regarding the accounts/notice, at least seven days before the meeting to enable the management to keep the required information readily available at the meeting.
- The Register of Members and the Share Transfer Books of the Company will remain closed for the purpose of payment of Dividend from 18<sup>th</sup> September, 2008 to 23<sup>rd</sup> September, 2008 (both days inclusive).
- All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company during working hours between 11.00 a.m. To 1.00 P.M. except on holidays.
- Shareholders are requested to check whether they have encashed Dividend Warrants for earlier years. If the Dividend Warrants are lost or have become time-barred, please apply for Cheque/Demand Draft in lieu of those Dividend Warrants before the last dates indicated below. Shareholders are also requested to note that Dividend Warrants are valid for three months from the date of issue and the Banks are not allowing REVALIDATION. The Company has to incur Bank Charges for issue of Demand Draft after the date of expiry of the Dividend Warrants. Shareholders are therefore requested to encash the dividend warrant within three months from the date of issue:

Dividend for the year ended	Rate of Dividend	Dividend warrant dated	Date on which Unpaid amount is required to be paid to the Central Government	Shareholders should apply latest by
31.03.1998	12.00%	05.11.1998	30.11.2005	06.11.2005*
31.03.1999	12.50%	03.11.1999	02.12.2006	08.11.2006**
31.03.2003	7.50%	20.10.2003	30.10.2010	06.10.2010
31.03.2004	8.00%	15.10.2004	28.10.2011	04.10.2011
31.03.2005	10.00%	01.10.2005	13.10.2012	29.09.2012
31.03.2006	10.00%	05.10.2006	23.10.2013	08.10.2013
31.03.2007	10.00%	10.10.2007	30.10.2014	15.11.2014





## Jumbo Bag Ltd.

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\*A sum of Rs.91,680/- which was lying as balance under unpaid dividend Account for the year ended 31.3.1998 was credited to the Investor Education and Protection Fund on 14.11.2005 as required under Section 205A of the Companies Act, 1956.

\*\*A sum of Rs.2,46,195/- which was lying as balance under unpaid dividend account for the year ended 31.3.1999 was credited to the Investor Education and Protection Fund on 10.11.2006 as required under Section 205A of the Companies Act, 1956.

#### 10. RESUME OF THE DIRECTORS BEING APPOINTED / REAPPOINTED

As required under Clause 49 of the Listing Agreement with the Stock Exchanges, a brief background, functional expertise of the directors proposed for appointment/re-appointment are furnished below along with the details of companies in which they are directors and the committees of which they are members:

Name	Qualification & Experience in the field	Suitability to the post	Other Companies in which interested as Director or member of Committee of Directors
G.S. Anil Kumar	A.C.A, Trained in the Company from the level of Management Executive in Finance	He is a member of various Expert committees of Madras Chamber of and Accounts Commerce for the year 2004, 2005 and 2006. He is a member of General Committee of Madras Chamber of Commerce since August 2007. He is also a member of the Executive Committee, Joint Secretary of TAPMA since 2006 January and Editor of TAPMA newsletter since June 2007. He is Vice President (2007-08 and 2008-09) and president Elect (2009-10 and 2010-11 ) of IFBCA.	Nil
G.P. Ramraj	Commerce Graduate and Trained in the Company from the level of Management Executive in Marketing	He is a member of Young Entrepreneur Organization. Also, He is instrument in the expansion of market for the Company's products.	Nil
G.Krishnamurthy	Commerce Graduate Gold Medalist and A.C.A.	Started his career as Banker. Held the post of Chairman and CEO of Bharat Overseas Bank for 6 years. Currently he is associated with M/s. G.R. Thangamaligai group as President-Finance & Corporate Affairs.	Nil

#### RESUME OF DIRECTORS REAPPOINTED :

**Sri. G. Radhakrishna** : He is aged about 55 years has an experience of over 35 years in the industry and is Director in the following companies :

1. Stanpacks (India) Limited : Joint Managing Director
2. Srinivasa Gayathri Resource Limited : Director

He is a member of two committees viz. Audit Committee and Shares Transfer & Investor Grievance Committee.

**Sri M. Rama Rao** : Aged about 62 years has an experience of over 30 years in the industry. He is a Director in Suryachandra Paper Mills Limited. He is not a member in any committee.



## Jumbo Bag Ltd.

### Annual Report 2007-2008

**Dr. Gaddam Kumar Reddy** : He is aged about 46 years and is a NRI Medical Practitioner in U.S.A. He has more than 17 years experience in medical field. He is in the Board of the Company since November 2004. He is holding 75,230 1.10% Equity Shares in the company.

#### EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

##### Item No.7-9

The qualification and experience as tabled above adequately satisfies their eligibility norms for holding the posts and membership in the Company and its Board. There is no doubt that the Company will grow well by utilizing their rich knowledge and experience. Hence, the Board recommends that their appointment be approved by the shareholders.

None of the Directors are interested in the election of Shri. G. Krishnamurthy . In the case of Shri. Anil Kumar and Shri. Ramraj, none of the directors except Shri. G. Sudhakar, Shri. G.P.N.Gupta and Shri. G.Radhakrishna as relatives, are interested.

The Board recommends the resolutions for the approval of the shareholders

##### Item No.10

1. SALARY: - Rs. 50,000/- per month

##### 2. PERQUISITES:

- i. Housing: Furnished/unfurnished residential accommodation or house rent allowance of 60% of salary in lieu thereof;
- ii. The expenditure incurred by the company on gas, electricity, water and furnishings shall be valued as per Income Tax rules, 1962.
- iii. Medical Reimbursement : Expenses incurred for Director and his family as per Company's rules;
- iv. Leave Travel Concession: For Director and his family, once in a year, incurred in accordance with the Company's rules;
- v. Club Fees : Fees of Clubs, subject to a maximum of two clubs. This will not include admission and life membership fees;
- vi. Personal Accident Insurance : Premium as per the Company's rules;
- vii. Contribution to Provident Fund, Superannuation Fund, Annuity Funds and Gratuity/Contribution to Gratuity Fund under the Company's rules;
- viii. Encashment of leave not availed of by Director as per the Company's rules;
- ix. Provision of Car and Telephone at his residence for his use; and
- x. Such other benefits, amenities and facilities as per the Company's rules;
- xi. The Director will not be entitled to sitting fee for meeting of the Board/Committee of the Board attended by them.

The above salary and perquisites shall be subject to the limits specified in Part II of the Schedule XIII of the Companies Act, 1956.

Provided that in case of loss or inadequacy of profit in any financial year, the above remuneration will be treated as the minimum remuneration payable to the Directors since the same is within the limits prescribed under Part II of Schedule XIII of the Companies Act, 1956.

Sri G. S. Anil Kumar and Sri G.P.Ramraj shall not be liable to retire by rotation as Directors.

The Board recommends the said resolutions for approval of the shareholders as a SPECIAL RESOLUTION.

As required under Section 302 of the Companies Act, 1956, the abstract of the terms of remuneration and perquisites payable to Sri G. S. Anil Kumar and Sri G.P. Ramraj and the memorandum signifying the concern or interest of the directors therein, has already been circulated to the members vide letter dated 22<sup>nd</sup> October, 2007 and the revised pay is stated above.

None of the Directors except, Sri G.P.N.Gupta, Managing Director Sri G. Sudhakar, Director, Sri G.Radhakrishna, Director Sri G.S. Anil Kumar, Director-Finance and Sri G.P. Ramraj, Director-Marketing are deemed to be concerned or interested in the resolution.

##### Item No.11

Sri G. Sudhakar was Managing Director of the Company till his retirement from whole time services of the Company on March 31, 2008. Presently he is the Vice Chairman (Non-Executive) and Director of the Company. He is a Mechanical Engineer by profession and instrumental in bringing up the Company to the extent it is today. The Company requires his invaluable services for its continued growth and expansion. Hence, the Board has appointed him as Chief Mentor