

MD	✓		BKC	✓
CS	HA		DPY	✓
RO	✓		DIV	HA
TRA	✓		AC	✓
AGM	✓	✓	SHI	✓
VE	✓	✓		✓

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GROUP

4th

ANNUAL

REPORT

1996-97

PICCADILY SUGAR & ALLIED INDUSTRIES LIMITED

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PICCADILY Sugar and Allied Industries Ltd.

BOARD OF DIRECTORS

Sh. Venod Kumar Sharma, Chairman
 Sh. Sham Sunder Sharma, Executive Director
 Smt. Raj Rani, Director
 Dr. Pran Nath Vashisht, Director
 Sh. Harvinder Chopra, Director (Finance)
 Sh. Ashok Kumar Sharma, Nominee Director (PSIDC)
 Sh. H.P.S. Mann, Director (Cane Development)
 Dr. Inderjeet Singh, Director

AUDITORS

M/s Jain & Associates
 819-820, Sector 22-B, Chandigarh

BANKERS

Oriental Bank of Commerce
 State Bank of Patiala

REGISTERED OFFICE & FACTORY

Jakhal Road, Patran Distt. Patiala, Punjab

CORPORATE OFFICE,

275, Capt. Gaur Marg,
 Okhla, New Delhi

SHARES DEPARTMENT

Piccadily Cinema,
 Sector 34, Chandigarh

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PICCADILY Sugar and Allied Industries Ltd.

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NOTICE

Notice is hereby given that the 4th Annual General Meeting of the Share holders of the Company will be held on Monday i.e. 29th Sept.1997 at 4.00 p.m. at the Registered Office of the company i.e. Jakhal Road, Vill. & Teh. Patran, Distt. Patiala, Punjab to transact the following business:-

AS ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1997 and the Profit & Loss Account of the Company for the year ended on that date and the Auditors' & Directors' Report thereon.
2. To appoint a Director in place of Sh. Venod Kumar Sharma, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Sh. Harvinder Chorpa, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Sh. H.P.S Mann, who retires by rotation and being eligible offers himself for re-appointment.
5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution :

"Resolved that M/s Jain & Associates, Chartered Accountants be and are hereby appointed as the Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting, at a remuneration to be decided by the Board of Directors."

By Order of the Board of Directors
Piccadily Sugar and Allied Industries Limited

Place : Chandigarh
Date : 25.08.97

Sham Sunder Sharma
(Executive Director)

Notes :

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the Company.
2. The Register of Member and Share Transfer Books of the Company will remain closed from 16th Sept. to 30th Sept., 1997
3. Share Holders are requested to advise the Company immediately of any change in their address.
4. The proxy forms duly signed and completed must be received at the Registered Office of the Company not less than 48 hours before the time and date fixed for the meeting.
5. Members are requested to bring at the meeting their copies of the Annual Report.
6. Members desiring of any information as regards to accounts are requested to write to the Company at an early date, so as to enable the management to keep the information ready. Register of Members, Index of Members, Statutory Registers and returns are uninterruptedly lying at Registered Office.

DIRECTORS' REPORT

Dear Share Holders,

Your Directors have pleasure in presenting their 4th Annual Report together with Audited Annual Accounts of the company for the year ended on 31st.March 1997.

REVIEW OF OPERATIONS

During the crushing season 1996-97 which commenced from 19/11/96 and closed on 29/04/97, the mill has crushed 35.00 lac quintals of sugarcane and produced 3.17 lac bags of sugar at an average recovery of 9.01%.

FINANCIAL RESULTS

Particulars	(Rs. in Lacs)	
	31/03/97	31/03/96
Sales & other Income	2555.12	457.56
Profit/Loss before interest, depreciation & taxation	766.68	176.39
Less:		
Interest	610.54	125.30
Depreciation	147.52	125.76
Provision for Taxation	1.11	NIL
Net Profit	7.51	(-)74.67

PROJECTIONS VIZ A VIZ RESULTS

Comparison of projected results as mentioned in the Prospectus dated 06/01/94 and actual results are as under:-

Particulars	(Rs. in Lacs)	
	Projected in the Prospectus 96-97	Actual 96-97
Turnover	5152.68	2524.00
Net Profit	951.01	7.51

The company could not achieve the projected profitability due to following reasons:-

1. The Turnover upto the projected level could not be achieved due to low production during the crushing season 1995-96.
2. High cost of carrying Inventory and lower sugar recovery.

Future Outlook

In the recent years the Indian Sugar Industry has gone through tremendous changes. During the crushing season 1995-96, India produced a record production of 163 lac tonnes of sugar and there is a fall of production in the crushing season 1996-97 to 128 lac tonnes. Due to fall in production, the prices of sugar are in rising trend as compared to the prices of previous year. The rise in price will improve the profitability of the company.

Export

During the year, the company got export orders for 50,000 bags of sugar, which have been executed in the month of June, 1997 in the month of June 97.

PICCADILY Sugar and Allied Industries Ltd.*piccadilly***DIRECTORS**

Sh. Venod Kumar Sharma, Sh. Harvinder Chopra & Sh. H.P.S Mann, Directors of the Company retire(s) by rotation and are eligible for the reappointment. Sh. Venod Kumar Sharma, Sh. Harvinder Chopra and Sh. H.P.S Mann Directors have offered themselves for reappointment.

Fixed Deposits

During the year company has not accepted any fixed deposits U/s 58(A) of Companies Act 1956.

Particulars of Employees

No Employee/Director of the company has drawn salary in excess of Rs.25000/- p.m if employed for a part of the year and Rs.3,00,000/- P.A for the whole year. Hence particulars of employees as required under section 217(2A) of the Companies Act, 1956 have not been given.

Auditors

M/s Jain & Associates, Chartered Accountants, Chandigarh, the Statutory Auditors of the Company retiring at conclusion of this General Meeting and being eligible offer themselves for re-appointment. The Board recommends their re-appointment.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

As required under section 217(1)(e) of the Companies Act, 1956 read with companies (Disclosure of Particulars in the report of Board of Directors) Rule 1988, the information relating to the Conservation of energy, technology absorption and foreign exchange earning and outgo is annexed and forms part of the report.

Personnel

There has been full harmony in the interpersonal relations of the employees. The Board of Directors wishes to express its appreciation for the service rendered by the officers, staff and workers of the company at all levels for their dedication and loyalty.

Acknowledgement

Your Directors would like to express their grateful appreciation for the assistance and cooperation received from the Financial Institutions, Banks, Suppliers, Customers and all other concerned with the company during the year under review.

for Piccadily Sugar & Allied Industries Limited

Dated : 25/08/97
Place : Chandigarh

Sham Sunder Sharma
(Executive Director)

Raj Rani
(Director)

ANNEXURE TO THE DIRECTORS REPORT FOR THE YEAR 1996-97

INFORMATION AS PER SECTION 217(1)(e) READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED 31ST MARCH, 1997.

1. CONSERVATION OF ENERGY

The company has commenced operations w.e.f 19th Nov.,1996 and all the necessary steps have been taken by the Company to conserve the energy at all the levels by optimum utilisation.

A.1. ELECTRICITY

	1996-97	1995-96
a) Purchased		
Unit		KWH
Total Units	433460.00	525120.00
Total Amount (Rs.)	1588533.00	1554576.00
Rate per Unit (Rs.)	3.66	2.96

B. OWN GENERATION

i) Through Diesel Generator		KWH
Unit		
Total Unit	56610.00	90806.00
Units per litre of Diesel.oil	3.06	3.06
Cost per unit(Rs.)	2.55	2.27
ii) Through Steam Turbine/Generator		KWH
Unit		
Total Units	16017882.00	9579083.00
Fuel Consumed(Bagasse & Fire Wood)	54164.75	69112.89
Units per ton of fuel	295.72	138.60
Total Cost	13541187.50	17278224.00
(estimated realised value of bagasse & fire wood)		
Cost/Unit	0.84	1.80

2. Coal	N.A	N. A.
3. Furnace Oil	N.A	N. A.
4. Other (Bagasse)		
(used for manufacture of steam for processing)		
Quantity(M.Ts)	32640.48	68351.74
Total Cost (estimated realised value of Bagasse)	8160120.00	17087935.00
Average Rate	250	250.00

The Company uses Bagasse (a by-product) as fuel in common boilers for generation of steam both for generation of power through steam power turbine and for use in processing of sugar in boiling house.

PICCADILY Sugar and Allied Industries Ltd.**piccadily**

Consumption per unit of production (per MT of sugar Produced)

Electricity (including generation by DG set and steam power turbine)	551.26	518.67
Bagasse (for manufacture of steam used in processing of sugar)	1.09	1.08

B TECHNOLOGY ABSORPTION**i) Research and Development**

No research and development work has been carried out by the company therefore, there is no expenditure under this head.

ii) Technology Adaptation & Innovation.

The company has not imported any technology for its plant. The company is using well proved indigenous technology for producing sugar.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

There was no foreign exchange earning & outgo during the year.

for Piccadily Sugar & Allied Industries Limited

Dated : 25.08.97
Place : Chandigarh

Sham Sunder Sharma
(Executive Director)

Raj Rani
(Director)

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