



Jumbo Bag Limited

ISO 9001 & 14001

ANNUAL REPORT 2013-2014



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CORPORATE INFORMATION

BOARD OF DIRECTORS

(As on 30th June 2014)

SRI K.J.M. SHETTY, I.A.S. (Retd.)	Chairman
SRI G.P.N. GUPTA	Managing Director
SRI G. RADHAKRISHNA	Director
SRI M. RAMA RAO	Director
SRI G. KRISHNAMURTHY*	Director
SRI M.V. ANANTHAKRISHNA	Director
DR. GADDAM KUMAR REDDY	Director
SRI G.S. ANIL KUMAR (Whole-time Director)	Director- Finance
SRI G.P. RAMRAJ (Whole-time Director)	Director- Marketing

* has resigned w.e.f. 14.02.2014

AUDIT COMMITTEE

SRI K.J.M. SHETTY	Chairman
SRI G.P.N. GUPTA	Member
SRI M.V. ANANTHAKRISHNA	Member

COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. P. PREMA SONA BHARATHI

REGISTERED OFFICE:

"S.K. Enclave", New No.4 (Old No.47),
Nowroji Road, Chetpet,
Chennai – 600 031
Phone: 044-26451722, 26461415, 26452325
Fax: 91-44-26451720
Website: www.jumbobaglimited.com
CIN: L36991TN1990PLC019944

PLANT LOCATION:

Unit I: No.75, Thatchur Kootu Road,
Panjetty Village, Ponneri Taluk,
Tiruvallur District – 601 204
Unit II: No.106, G.N.T. Road,
Alingivakkam P.O., Athipedu Village,
Chennai – 600 067

STATUTORY AUDITORS:

M/s. M. SRINIVASAN & ASSOCIATES
Chartered Accountants,
No.5, 9th Floor, B Wing, Parsn Manere,
602, Anna Salai, Chennai – 600 006

BANKERS:

State Bank of India
State Bank of Hyderabad

REGISTRARS & SHARE TRANSFER AGENT:

M/s. Cameo Corporate Services Limited,
Subramaniam Building,
No.1, Club House Road, Chennai – 600 002
Phone: 044-28460390
Fax: 044-28460129

LISTING:

The Bombay Stock Exchange Limited
The Madras Stock Exchange Limited
The National Stock Exchange Limited*

* Under MOU between Madras Stock Exchange and
National Stock Exchange, the shares of Jumbo Bag
Limited are traded in NSE platform.

MISSION

To provide a one-stop-solution through continuous innovation and total employee involvement

VISION

To be a world leader in the field of packaging

GREEN INITIATIVES IN CORPORATE GOVERNANCE

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars, stating that service of notice/ documents including Annual Report can be sent by e – mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e – mail addresses, so far, are requested to register their e – mail addresses in respect of electronic holdings with the depository through their concerned Depository Participants

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 24th ANNUAL GENERAL MEETING of the members of JUMBO BAG LIMITED 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 Thursday, the 25th September, 2014 to transact the following:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as on 31st March, 2014 and the statement of Profit & Loss for the year ended on that date and the report of the Directors and Auditors thereon.
2. To appoint a Director in the place of Sri G.P.N. Gupta who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in the place of Sri G. Radhakrishna, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration. 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 pursuant to the provision of Section 139 of the Companies Act, 2013 and the Rules made thereunder; Messrs. M. Srinivasan & Associates, Chartered Accountants, (Firm Registration No.004050S) be and are hereby re-appointed as the auditors of the Company, to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the Twenty Seventh AGM of the Company in the financial year 2016-17 (subject to ratification of the appointment by members at every AGM held after this AGM) on a remuneration as determined by the Board of Directors of the Company.”

SPECIAL BUSINESS

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

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act 2013, Sri K.J.M. Shetty (DIN : 00033296), Director of the Company and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director of the Company, be and is hereby appointed as an Independent Director of the Company to hold office up to five consecutive years, to hold office up to 31st March 2019, not liable to retire by rotation.”

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

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act 2013, Sri M. Rama Rao (DIN : 01172111), Director of the Company and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director of the Company, be and is hereby appointed as an Independent Director of the Company to hold office up to five consecutive years, to hold office up to 31st March 2019, not liable to retire by rotation.”

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

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act 2013, Sri M.V. Ananthkrishna (DIN : 00897536), Director of the Company and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director of the Company, be and is hereby appointed as an Independent Director of the Company to hold office up to five consecutive years, to hold office up to 31st March 2019, not liable to retire by rotation.”

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

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act 2013, Dr. Gaddam Kumar Reddy (DIN : 00090639), Director of the Company and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director of the Company, be and is hereby appointed as an Independent Director of the Company to hold office up to five consecutive years, to hold office up to 31st March 2019, not liable to retire by rotation.”

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

“RESOLVED THAT pursuant to the provisions of Section 73 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the Companies (Acceptance of Deposits) Rules, 2014, the consent of the Members be and is hereby accorded to the Board of Directors of the Company to invite and accept fixed deposits from the Members, within limits prescribed in the Act and the overall borrowing limits of the Company, as approved by the Members, from time to time.

RESOLVED FURTHER THAT the Board of Directors or a Committee thereof be and is hereby authorized to finalise the scheme for invitation and acceptance of fixed deposits from the Members and to sign and execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such other acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this Resolution.”

10. To approve the remuneration of the Cost Auditors for the financial year ending 31st March 2015 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 the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), Ms. S. Subhashini, Cost Auditor appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending 31st March 2015, be paid the remuneration as set out in the Statement annexed to the Notice convening this Meeting;

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

11. To consider and if thought fit, to pass with or without modification(s), the following Resolution as a Special Resolution:

“RESOLVED THAT in supersession of the Ordinary Resolution passed at the 22nd Annual General Meeting held on 24th September 2012 and pursuant to the provisions of Section 180 (1) (c) of the Companies Act, 2013, (including any statutory modifications, amendments or re-enactments thereto for the time being in force) and in terms of Articles of Association of the Company, the Board of Directors of the Company be and hereby authorized and empowered to borrow, from time to time, any sum or sums of money from one or more banks, Financial Institutions, Investment Institutions, Non-Banking Financial Companies (NBFC), Corporations, Central or State Government, Body Corporate, Firms or any other person(s), in one or more tranches, at such intervals, and on such terms and conditions, whether by way of term loan, working capital facility, cash credit facility, inter corporate loan, bill discounting, issue of debenture or bonds or any other fund based or non-fund based facility, in Indian Rupee or in Foreign Currency, whether secured or unsecured, notwithstanding, that the money to be borrowed together with the money already borrowed by the Company (apart from interest and charges accrued on the monies borrowed and the temporary loans obtained from the Company’s Bankers in the ordinary course of the business) may exceed the aggregate of the paid up share capital and free reserves (the reserves not set apart for any specific purpose) of the Company, subject to the condition that the aggregate amount of such borrowings made and outstanding, at any point of time shall not exceed Rs. 100 Crores (Rupees Hundred Crores), exclusive of interest and other charges.



RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorized to execute all such agreements, papers, deeds and other instruments or writings containing such conditions and covenants as it may think fit to give effect to the above mentioned resolution and to do all such acts, deeds, things, take all such steps, negotiate, discuss, finalize, accept, modify, execute, sign and deliver all such deeds, documents, writings and papers as may be desired/ required to facilitate borrowing, of moneys, upto the limits as mentioned above, under the name and seal of the Company.

RESOLVED FURTHER THAT the Board be and is hereby authorized to exercise and/ or delegate all or any of the aforesaid powers to a Committee of Directors/ Officers, one or more Director/ Managing Director or any other principal officer of the Company on such conditions as the Board may deem fit and to take all such steps that may be required to give effect to this resolution."

Registered Office:

"S.K.Enclave", New No.4, (Old No.47)

Nowroji Road, Chetpet,

Chennai 600 031

Date: 13.08.2014

**By Order of the Board of Directors
For Jumbo Bag Limited**

**P.PREMA SONA BHARATHI
COMPANY SECRETARY**

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 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 OF THE COMMENCEMENT OF THE MEETING.**
2. 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.
3. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
4. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 19th September, 2014 to 25th September 2014 (both days inclusive).
6. The Ministry of Corporate Affairs has taken a Green Initiative, which permits the company to send Annual Report, Notice via E-mail to all the shareholders. It is requested that all the shareholders update/ furnish their E-Mail ID with their respective DPs which will enable the company to implement the Green Initiative and make such correspondences vide E-Mail in future.
7. Copies of the Annual Report 2014 are being sent by electronic mode only to all the members whose email addresses are registered with the Company/ Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their e mail addresses, physical copies of the Annual Report 2014 are being sent by the permitted mode.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form shall submit their PAN details to the company.
9. 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.
10. Members may also note that the Notice of the 24th AGM and the Annual Report 2013-14 will be available on the Company's website; www.jumbobaglimited.com. 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. Members who require communication in physical form in addition to e-communication, or have any other queries, may write to us at: csjbl@blissgroup.com.

11. Members wishing to claim dividends, which remain unclaimed, are requested to correspond with Ms. P. Prema Sona Bharathi, Compliance Officer & Company Secretary at the Company's Registered Office. Members are requested to note that dividends not claimed within seven (7) years from the date of transfer to the Company's Unpaid Dividend Account, will, as per Section 124 of the Companies Act, 2013 (Section 205A of the erstwhile Companies Act, 1956), be transferred to Investor Education and Protection Fund. Members whose dividends remain unpaid are requested to check, whether they have en-cashed dividend warrants for earlier years. If the dividend warrants are not en-cashed, please apply for cheque/ demand draft in lieu of those dividend warrants before the last dates as indicated in the table:

Dividend for the year ended	Rate of Dividend (%)	Dividend warrant dated	Date on which Unpaid amount is required to be transferred to Investor Education Protection Fund	Shareholders should apply latest by
31.03.2007	10	10.10.2007	13.12.2014	28.11.2014*
31.03.2008	5	08.10.2008	14.12.2015	30.11.2015
31.03.2009	6	12.10.2009	29.11.2016	17.11.2016

A sum of Rs.4,36,741/- which was lying as balance under unpaid dividend account for the year ended 31.03.2006 was credited to the Investor Education and protection fund on 27.11.2013 as required under Section 205A of the Companies Act, 1956.

*Members who have not collected their Dividend for the year ended 31.03.2007 are informed to collect the same before 28th November 2014 after which it will be credited to the Investor Education and Protection Fund as required under Section 124 of the Companies Act, 2013 (Section 205A of the erstwhile Companies Act, 1956).

12. E Voting & its Procedure:

Voting through Electronic Means

In compliance with provisions of Section 108 of the Companies Act 2013 read with the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer E-Voting facility as an alternate, for its shareholders to enable them to cast their votes electronically at the 24th Annual General Meeting (AGM) through e-voting service provided by Central Depository Services (India) Limited. The Members, whose names appear in the Register of Members/ list of Beneficial Owners as on Saturday, 23rd August, 2014 are entitled to vote on the Resolutions set forth in this Notice. Members who have acquired shares after the despatch of the Annual Report and before the book closure may approach the Company for issuance of the User ID and Password for exercising their right to vote by electronic means. The e-voting period will commence at 9.00 a.m. on Friday, 19th September, 2014 and will end at 5.00 p.m. on Sunday, 21st September, 2014. The Company has appointed Mrs. Lakshmmi Subramanian, Practising Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast. E-Voting is optional. The procedure and instructions for the same are as follows:

In case of members receiving e-mail:

- (i) Log on to the e-voting website www.evotingindia.com
- (ii) Click on "Shareholders" tab.
- (iii) Now, select the "COMPANY NAME" from the drop down menu and click on "SUBMIT"
- (iv) Now Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 Character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.
- (v) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given below.



(vi) Now, fill up the following details in the appropriate boxes:

	For Members holding shares in Demat Form	For Members holding shares in Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)	
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.	
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.	

*Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of your name and the sequence number in the PAN field. Eg: If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

Please enter any one of the details in order to login. In case either of the details is not recorded with the depository, please enter the <Default Value> in the Dividend Bank details field.

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on <Company Name> on which you choose to vote.
- (xi) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.
- (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvi) If Demat account holder has forgotten the changed password then Enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.
- (xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

In case of members receiving the physical copy:

- Please follow all steps from s. no. (i) to s. no. (xvii) above to cast vote.
- The voting period begins on 19/09/2014 and ends on 21/09/2014. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23/08/2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cDSLindia.com.

Please note that by virtue of providing the e-voting facility by the company as per Rule 20 of Companies (Management and Administration) Rules, 2014 the following will be applicable:

- (i) The manner of voting for the members being present in the General Meeting will be on "proportion principle" i.e. one share – one vote unlike one person one vote principle, further provision of the Companies Act, 2013 relating to demand for poll will not be relevant.
- (ii) The option of voting by show of hands will not be available for members present in the General Meeting in view of clear provision of section 107 of the Companies Act, 2013, i.e. voting by show of hands would not be allowed in cases where Rule 20 of Companies (Management and Administration) Rules, 2014 is applicable.
- (iii) Any member who has voted through e-voting facility provided by the company may also participate in the General Meeting in person, but such a member will not be able to exercise his vote again in the meeting, and the earlier vote casted through electronic means will be treated as final.

The Notice of the Annual General Meeting and this Communication are also available on the website of the Company at www.jumbobaglimited.com

Registered Office:

"S.K.Enclave", New No.4, (Old No.47)
Nowroji Road, Chetpet,
Chennai 600 031

Date: 13.08.2014

**By Order of the Board of Directors
For Jumbo Bag Limited**

**P.PREMA SONA BHARATHI
COMPANY SECRETARY**



ANNEXURE TO NOTICE

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No.5

Sri K.J.M. Shetty is a Non-Executive Independent Director of the Company. He joined the Board of Directors of the Company on 28.05.2002. Sri K.J.M. Shetty is a member of the Audit Committee, Nomination & Remuneration Committee and Stakeholders' Relationship Committee, of the Board of Directors of the Company.

Sri K.J.M. Shetty is a Director in the following Companies:

S.No	Name of the Company	Designation
1	Savant India Institute Of Technology Private Limited	Director
2	Loyal Textile Mills Limited	Director
3	Vks Solutions Private Limited	Director
4	Endeka Ceramics India Private Limited	Director

Section 149 of the Act *inter alia* stipulates the criteria of independence should a company propose to appoint an Independent Director on its Board. As per the said Section 149, an Independent Director can hold office for a term up to five (5) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation.

Sri K.J.M. Shetty, retires by rotation at the ensuing Annual General Meeting under the erstwhile applicable provisions of Companies Act, 1956. In terms of Section 149 and any other applicable provisions of the Companies Act, 2013, Sri K.J.M. Shetty, being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term commencing from 25th September, 2014 and shall not be liable to retire by rotation. A notice has been received from a member proposing Sri K.J.M. Shetty as a candidate for the office of Director of the Company along with the Refundable Deposit of Rs.1,00,000/-.

Based on the declaration received from the appointee director and in the opinion of the Board, Sri K.J.M. Shetty fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Sri K.J.M. Shetty as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Sri K.J.M. Shetty as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Sri K.J.M. Shetty, as an Independent Director, for the approval by the shareholders of the Company.

Except Sri K.J.M. Shetty, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5. This Explanatory Statement may also be regarded as a disclosure under Clause 49 of the Listing agreement with the Stock Exchange.

Item No.6

Sri M. Rama Rao is a Non-Executive Independent Director of the Company. He joined the Board of Directors of the Company on 22.06.1992.

Sri M. Rama Rao is a Director in the following Companies:

S.No	Name of the Company	Designation
1	Surya Chandra Paper Mills Ltd	Managing Director
2	Stilbene Biopharma Limited	Director

Section 149 of the Act inter alia stipulates the criteria of independence should a company propose to appoint an Independent Director on its Board. As per the said Section 149, an Independent Director can hold office for a term up to five (5) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation.

Sri M. Rama Rao, retires by rotation at the ensuing Annual General Meeting under the erstwhile applicable provisions of Companies Act, 1956. In terms of Section 149 and any other applicable provisions of the Companies Act, 2013, Sri M. Rama Rao, being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term commencing from 25th September, 2014 and shall not be liable to retire by rotation. A notice has been received from a member proposing Sri M. Rama Rao as a candidate for the office of Director of the Company along with the Refundable Deposit of Rs.1,00,000/-.

Based on the declaration received from the appointee director and in the opinion of the Board, Sri M. Rama Rao fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Sri M. Rama Rao as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Sri M. Rama Rao as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Sri M. Rama Rao, as an Independent Director, for the approval by the shareholders of the Company.

Except Sri M. Rama Rao, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 6. This Explanatory Statement may also be regarded as a disclosure under Clause 49 of the Listing agreement with the Stock Exchange.

Item No.7

Sri M.V. Ananthakrishna is a Non-Executive Independent Director of the Company. He joined the Board of Directors of the Company on 31.05.2010. Sri M.V. Ananthakrishna is a member of the Audit Committee and Nomination & Remuneration Committee of the Board of Directors of the Company.

Sri M.V. Ananthakrishna is a Director in the following Companies:

S.No	Name of the Company	Designation
1	Andhra Chamber Of Commerce	Director
2	M K Raju Consultants Private Limited	Whole-time director
3	VBC Industries Ltd	Director
4	VBC Ferro Alloys Ltd	Director
5	VBC Power Company Limited	Director

Section 149 of the Act inter alia stipulates the criteria of independence should a company propose to appoint an Independent Director on its Board. As per the said Section 149, an Independent Director can hold office for a term up to five (5) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation.

Sri M.V. Ananthakrishna, retires by rotation at the ensuing Annual General Meeting under the erstwhile applicable provisions of Companies Act, 1956. In terms of Section 149 and any other applicable provisions of the Companies Act, 2013, Sri M.V. Ananthakrishna, being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term commencing from 25th September, 2014 and shall not be liable to retire by rotation. A notice has been received from a member proposing Sri M.V. Ananthakrishna as a candidate for the office of Director of the Company along with the Refundable Deposit of Rs.1,00,000/-.



Based on the declaration received from the appointee director and in the opinion of the Board, Sri M.V. Ananthakrishna fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Sri M.V. Ananthakrishna as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Sri M.V. Ananthakrishna, as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Sri M.V. Ananthakrishna, as an Independent Director, for the approval by the shareholders of the Company.

Except Sri M.V. Ananthakrishna, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 7. This Explanatory Statement may also be regarded as a disclosure under Clause 49 of the Listing agreement with the Stock Exchange.

Item No.8

Dr. Gaddam Kumar Reddy is a Non-Executive Independent Director of the Company. He joined the Board of Directors of the Company on 20.11.2004.

He holds 75,230 (0.90%) shares in the Company.

Section 149 of the Act inter alia stipulates the criteria of independence should a company propose to appoint an Independent Director on its Board. As per the said Section 149, an Independent Director can hold office for a term up to five (5) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation.

Dr. Gaddam Kumar Reddy, retires by rotation at the ensuing Annual General Meeting under the erstwhile applicable provisions of Companies Act, 1956. In terms of Section 149 and any other applicable provisions of the Companies Act, 2013, Dr. Gaddam Kumar Reddy, being eligible and offering himself for appointment, is proposed to be appointed as an Independent Director for five consecutive years for a term commencing from 25th September, 2014 and shall not be liable to retire by rotation. A notice has been received from a member proposing Dr. Gaddam Kumar Reddy as a candidate for the office of Director of the Company along with the Refundable Deposit of Rs.1,00,000/-.

Based on the declaration received from the appointee director and in the opinion of the Board, Dr. Gaddam Kumar Reddy fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Dr. Gaddam Kumar Reddy as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Dr. Gaddam Kumar Reddy as an Independent Director. Accordingly, the Board recommends the resolution in relation to appointment of Dr. Gaddam Kumar Reddy, as an Independent Director, for the approval by the shareholders of the Company.

Except Dr. Gaddam Kumar Reddy, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 8. This Explanatory Statement may also be regarded as a disclosure under Clause 49 of the Listing agreement with the Stock Exchange.

Item No.9:

The Board of Directors at their meeting held on 13th August 2014, have in-principle approved and recommended the invitation and acceptance of Fixed Deposits from the members pursuant to Section 73 of the Companies Act, 2013 ("Act") and Companies (Acceptance of Deposits) Rules, 2014 ("Rules") as one of the modes to meet the ongoing fund requirements of the Company. The Fixed Deposit program would be credit rated on an annual basis and the Company may provide deposit insurance cover, if required under the Act read with the said Rules. It is proposed to authorise the Board or a committee thereof to finalize the terms of Fixed Deposit Scheme and to do such other acts and deeds as may be necessary or incidental thereto.

The Board commends the Resolution set out at Item No.9 of the Notice for approval by the Members.

None of the Directors or Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, in the said resolution, except to the extent of any Fixed Deposits that may be placed with company by them, their relatives or by the companies/ institutions in which they are Directors.

Item No.10

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of the Cost Auditor to conduct the audit of the cost records of the Company for the financial year ending 31st March 2015 as per the following details:

Name of the Cost Auditor	Cost Audit Fees
Ms. Subhashini	Rs.75000/- plus service tax (inclusive of all out of pocket expenses)

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 10 of the Notice for ratification of the remuneration payable to the Cost Auditor for the financial year ending 31st March 2015.

None of the Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 10 of the Notice. The Board commends the Ordinary Resolution set out at Item No. 10 of the Notice for approval by the shareholders.

Item No.11

In order to meet the requirements of Section 293 (1) (d) of the Companies Act, 1956 the shareholders had, in the Annual General Meeting held on 24th September 2012 authorized the Company to borrow sums in excess of paid capital and free reserves of the Company subject to a ceiling of Rs.100 Crores (other than temporary borrowings).

Section 180 of the Companies Act, 2013 (notified as on September 12, 2013) mandates that the aforementioned powers of the Board shall be exercised only through Special Resolution passed in the meeting of shareholders as compared to the requirement of ordinary resolution under the previous Act. Further the Ministry of Corporate Affairs vide its circular no. 04/2014 dated 25/03/2014 have stated that the resolution passed under section 293 of the Companies Act, 1956, prior to 12.09.2013 with reference to borrowings (subject to the limits prescribed) and/ or creation of security on assets of the company will be regarded as sufficient compliance of the requirements of section 180 of the Companies Act, 2013 for a period of one year from the date of notification of section 180 of the Act.

Consequently, the Board recommends to the shareholders to pass a special resolution under Section 180(1)(c) of the Companies Act, 2013, without altering the borrowing limits already approved by way of the resolution passed earlier in the earlier Annual General Meeting.

Accordingly, the proposed resolution is placed before the shareholders for their approval. None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution

Registered Office:

"S.K.Enclave", New No.4, (Old No.47)

Nowroji Road, Chetpet,

Chennai 600 031

Date: 13.08.2014

**By Order of the Board of Directors
For Jumbo Bag Limited**

**P.PREMA SONA BHARATHI
COMPANY SECRETARY**



Additional information on directors recommended for appointment/ re-appointment as required under Clause 49 of the Listing Agreement

G.P.N. Gupta

Sri G.P.N. Gupta has been associated with the Company ever since its incorporation and held important positions in the company. His array of exposure has extended to areas like Project Planning and Execution, Finance, Costing and Cost Control, Commercial handling including contracts and Modern Management Initiatives, legal matters, Management Quality System, etc. By his rich and varied experience the company has benefited. Sri G.P.N. Gupta has been instrumental in the growth of the Company to its present level.

Sri G.P.N. Gupta holds a degree in Commerce. He has served the company for about 7 years as a Managing Director. He is the Chairman of Audit Committee and a member in Share Transfer Committee.

Directorship in other companies	Membership/ Chairmanship of Board in other Companies
Stanpacks (India) Limited	Stanpacks (India) Limited
Ankur Learning Solutions Private Limited	

G. Radhakrishna

Sri G. Radhakrishna has been guiding the company since incorporation. He has contributed by being the navigator to the company through the years. He is an industrialist with 38 years of experience.

Sri G. Radhakrishna is the Chairman of Share Transfer Committee and Stakeholders' Relationship Committee and a member in the Nomination and Remuneration Committee.

Directorship in other companies	Membership/ Chairmanship of Board in other Companies
Stanpacks (India) Limited	NIL
Pravan Designers & Constructions Private Limited	

K.J.M. Shetty

Sri K.J.M. Shetty is a retired IAS officer with rich experience in management and administration for more than 44 years in Central, State Governments and Public Sector Undertakings.

Sri K.J.M. Shetty holds Master's degree in Law from Madras Law College. He is the Chairman of the Audit Committee and a member in the Nomination and Remuneration Committee and Stakeholders' Relationship Committee of the company.

Directorship in other companies	Membership/ Chairmanship of Board in other Companies
Savant India Institute of Technology Private Limited	Loyal Textile Mills Limited
Loyal Textiles Mills Limited	Gateway Distriparks Limited
Gateway Distriparks Limited	
Gateway Distriparks (South) Private Limited	
VKS Solutions Private Limited	
Endeka Ceramics India Private Limited	

M. Rama Rao

Sri M. Rama Rao is an industrialist with over 35 years of experience in the field of packaging. He is the Managing Director of M/s. Surya Chandra Paper Mills Limited. He has been associated with the company since its incorporation.

Directorship in other companies	Membership/ Chairmanship of Board in other Companies
Surya Chandra Paper Mills Limited	NIL
Stilbene Biopharma Limited	

M.V. Ananthkrishna

Sri M.V. Ananthkrishna is the Principal Consultant in Management and Governance Consulting Private Limited - MaGC™ (Formerly NCR Consultants Limited - NCRCL), a Management Consulting firm, formed in 1999.

Prior to joining NCRCL, Sri Ananthkrishna was Executive Director of M K Raju Consultants Private Limited (MKRC) with over 28 years experience involved in computer aided financial analysis, turnaround and monitoring of sick companies, Executive Information Systems, Cost Improvement Programs, Energy Conservation, Energy Strategy for on-site power generation, CHP and Biomass Gasification. He has done consulting assignments all over India, South East Asia and USA. He has travelled extensively in India as well as abroad.

He was responsible for Setting up in record time, the Design Automation Centre for Texas Instruments Inc., USA a world leader in semiconductors, making it the first multinational with a 100% Export Oriented Software Design Centre, wholly owned by a Foreign Company in 1985. He was a member of the consulting team in Policy Planning & Evaluation Inc. Virginia, USA for a project for the Environmental Protection Agency in the US.

Sri M. V. Ananthkrishna is a CMC (Certified Management Consultant) & FIMC (Fellow of Institute of Management Consultants). He obtained an MBA from The Ross School of Business, University of Michigan, Ann Arbor (1983) & BE in Electronics and Communications from College of Engineering, Guindy, University of Madras (1980). He is the Chairman of the Nomination and Remuneration Committee and a member of Audit Committee and Stakeholders' Relationship Committee

Directorship in other companies	Membership/ Chairmanship of Board in other Companies
Andhra Chamber of Commerce	VBC Ferro Alloys Limited
M.K. Raju Consultants Private Limited	
VBC Industries Limited	
VBC Ferro Alloys Limited	
VBC Power Company Limited	

Gaddam Kumar Reddy

Sri Gaddam Kumar Reddy is an NRI practicing medicine in UK with over 20 years of experience in his field of specialization. He holds 75230 shares (less than 1%) in the company.

DIRECTORS' INTEREST

The Directors of the Company may be deemed to be concerned or interested to the extent of shares held by them in the Company as given in the table below:

Name of the Director	No. of Shares	% Holding
K.J.M. Shetty	NIL	NA
G.P.N. Gupta	1,15,873	1.38
G. Radhakrishna	99,495	1.19
M.V. Ananthkrishna	NIL	NA
M. Rama Rao	NIL	NA
Dr. Gaddam Kumar Reddy	75,230	0.90
G.S. Anil Kumar	32,550	0.39
G.P. Ramraj	33,500	0.40



DIRECTORS' REPORT

To the Members,

Your Directors present their 24th Annual Report together with the audited statement of accounts of the Company for the financial year ended 31st March 2014.

FINANCIAL RESULTS:

(Rs in Lacs)

PARTICULARS	2013-14	2012-13
SALES AND OTHER INCOME	8352.73	8775.79
PROFIT BEFORE INTEREST, DEPRECIATION & TAXES	(482.79)	656.53
INTEREST	410.97	443.70
DEPRECIATION	193.18	202.30
PROFIT/ (LOSS) BEFORE TAX	(1086.94)	10.53
EXCEPTIONAL ITEMS	841.43	-
TAX (DEFERRED TAX FOR 2013-14)	24.19	1.25
PROFIT/ (LOSS) AFTER TAX	(221.32)	9.28
PROFIT OF EARLIER YEARS	508.02	498.74
PROFIT AVAILABLE FOR APPROPRIATION	286.70	508.02

OPERATIONS AND FINANCIAL PERFORMANCE

The consolidated revenue of Jumbo Bag Limited stands at Rs. 83.53 Crores for the financial year ended 31st March 2014 as compared to the revenue of Rs 87.76 crores in the previous year. Your Company has incurred a loss this year amounting to Rs. 221.32 Lacs in the current year as against a Profit of Rs.9.28 Lacs in the previous year.

Your Company had faced a setback in the financial year 2012-13; however, it picked up on its performance gradually and made a profit of Rs.30 Lacs in the Second Quarter of the year 2013-14. The operation of the company was again affected due to a major fire accident at Unit II (Athipedu Factory) that occurred on 23rd November 2013. Major portion of the factory was gutted in fire and the company faced huge loss in terms of materials and machinery. The factory was completely shut down till 9th December 2014. Thereafter, the portion that was not damaged operated.

Further to the above, there was a strike by the workers in Unit I (Ponneri Factory) that lasted for 25 days from 27th December, 2013 to 20th January, 2014. Despite the unforeseen hurdles, your company took immediate steps to control the damage caused and maintained the production level. Rigorous steps are being taken to fulfill the customer obligations on time and to keep the production going up to the maximum capacity with the help of various sources available in the market. Your company would like to inform that despite the hard times, the market and the customer have been understanding to our situation and have given us helping hand in every way possible. Your company is confident that it will recover from this setback at the earliest possible time.

Your company has been able to withstand two big jolts experienced during the last financial year and it was able to resume its operations at the unaffected part of the Athipedu Unit within a short span of time from the date of incidents. Your company's cordial relationship with the market in general helped in garnering support at the time of adversity from its competitors and vendors. Besides, your company managed to find alternative sources to finish the orders on time so that the customers did not suffer due to the setback faced by the company in production.

On the brighter aspects, your company has been able to sustain its growth in the trading of IOCL Products in terms of sales and volume. The financial year 2013-14 saw 20% growth in volume of sales.

DIVIDEND:

The Board of Directors have not recommended any dividend for the financial year ended 31st March 2014.

DIRECTORS:

Sri Krishnamurthy Grandhy resigned from the Board of Directors with effect from 14th February 2014. The Board places on record its deep sense of appreciation for the outstanding contribution made by Sri Krishnamurthy Grandhy as the Director of the Company.

As per the provisions of the Companies Act, 2013, Independent Directors are required to be appointed for a term of five consecutive years and shall not be liable to retire by rotation. Accordingly, resolutions proposing appointment of Independent Directors form part of the Notice of the Annual General Meeting. All the Independent Directors will retire at the ensuing Annual General Meeting and, being eligible, offer themselves for re-election.

A brief resume, expertise and details of other directorships of these Directors are attached along with the Notice convening the ensuing Annual General Meeting.

AUDITORS:

M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai, Statutory Auditors, retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

The Board, subject to the recommendation of the Audit Committee, proposes that M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai bearing registration No.004050S be re-appointed as the Statutory Auditors of the Company to hold office till the conclusion of the fourth consecutive Annual General Meeting of the Company. M/s. M. Srinivasan & Associates, Chartered Accountants, Chennai have forwarded a certificate to the Company, stating that their re-appointment, if made, will be within the limit specified in that behalf in sub-section (1) of section 139 of the Companies Act, 2013 (Previously, Section 224(1B) of the Companies Act, 1956).

Independent Auditors' Report:

Clarification on Auditors observations is given below:

'Emphasis of Matter' of the Independent Auditors' Report:

Report: *We draw attention to Note No.2.19 of the financial statements with regard to the Claims receivables from the Insurance Companies and outstanding of Rs. 1099.58 lakhs on the balance sheet date. The management is confident of recovery of full amount and therefore no further provision is made. Our opinion is not qualified in respect of this matter.*

As mentioned in Note no.2.19 of the notes on accounts, the estimates of claim both with regard to loss of stock and capital goods have been prepared in consultation with experts and as per guidelines communicated by them. The estimates were also modified on the basis of discussions with the surveyors appointed by insurance company. The claims estimates submitted have not yet been admitted by the insurance company in the case of stock policy. While in the case of fixed assets, we have received interim payment of Rs.70 lacs. We believe that estimates of claims preferred are reasonable and accountable considered on the basis of best judgement basis. In absence of claim admission and quantification by insurance company, any variation to the claim preferred will be dealt with at the time of receipt as per accounting guidelines.

COST AUDITORS:

Ms. S. Subhashini, Cost Accountant was appointed as the Cost Auditor of your Company for the financial year 2013-14 pursuant to Section 233B of the Companies Act, 1956 to carry out the audit of your Company's cost records.

DEPOSITS:

The total amount of Fixed Deposits from the Public and Shareholders of the Company as at 31st March 2014 was Rs.64,00,000/-. There was no default in repayment of deposits or interest thereon on the due dates and there was no overdue/ unclaimed deposit at the end of the year.

With the new provisions of the Companies Act, 2013 coming into effect from 01.04.2014, your company shall repay all the deposits before prescribed due dates as mentioned in Section 74 of the Companies Act, 2013 and the rules notified thereunder.

INTERNAL COMPLAINTS COMMITTEE:

The Ministry of Women and Child Development have notified The Sexual Harassment at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Rules 2013 with effect from 09.12.2013.

In deference to the aforesaid act and rules as notified, Jumbo Bag Limited has constituted an Internal Complaints Committee as required under Section 4(1) of the above-said act on 24.05.2014. The members of the Committee are as under:



Head Office

1. Ms. M. Jagadeeshwari (Sonia) - Presiding Officer
2. Sri Satish K. Shenoy – Member
3. Ms. P. Prema Sona Bharathi – Member cum Secretary
4. Sri Thalamuthu Natarajan - Independent Member

Ponneri & Athipedu Units

1. Ms. Bonfi Joseph - Presiding Officer
2. Sri Satish K. Shenoy – Member
3. Ms. P. Prema Sona Bharathi – Member cum Secretary
4. Sri Thalamuthu Natarajan - Independent Member

There have been no cases reported since the time of constitution of the committee.

CORPORATE GOVERNANCE:

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Management Discussion & Analysis Report, Corporate Governance Report and Certificate regarding compliance of conditions of Corporate Governance are made part of the Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors hereby state that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- The directors had selected such accounting policies and applied them consistently and made judgments and estimates that were 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 of the profit or loss of the company for the year under review;
- 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;
- The directors prepared the annual accounts for the financial year on a "going concern" basis.

PARTICULARS OF EMPLOYEES:

None of the employees of the company were in receipt of remuneration which in the aggregate exceeded the limits fixed under sub-section (2A) of Section 217 of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE:

Particulars relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, as required under Section 217(1)(e) of the Companies Act, 1956, are attached to form part of the Report.

ACKNOWLEDGEMENT:

Your Directors place on record their appreciation for the continued co-operation, support and assistance extended to the Company by Government of India, Government of Tamil Nadu, State Bank of India & State Bank of Hyderabad and the Shareholders.

Your Directors also place on record their appreciation for the continued and dedicated performance and commitment by Officers and Staff of the Company.

For and on behalf of the Board

Place: Chennai
Date : 13.08.2014

K.J.M. SHETTY
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

WORLD ECONOMIC OUTLOOK:

With Continued slow down since 2008, global activity has broadly strengthened and is expected to improve further in 2014–15, with much of the impetus for growth coming from advanced economies. Although downside risks have diminished overall, lower-than-expected inflation poses risks for advanced economies, there is increased financial volatility in emerging market economies, and increases in the cost of capital will likely dampen investment and weigh on growth.

Global growth is now projected to be slightly higher in 2014, at around 3.7 percent, rising to 3.9 percent in 2015, but downward revisions to growth forecasts in some economies highlight continued fragilities, and downside risks remain. According to World Bank's latest Global Economic Prospects report, developing countries are headed for a third consecutive year of disappointing growth below 5 percent, as first quarter weakness in 2014 has delayed an expected pick-up in economic activity.

INDIAN ECONOMIC CONDITIONS:

India's growth is expected to recover from 4.4 percent in 2013 to 5.4 percent in 2014, supported by slightly stronger global growth, improving export competitiveness, and implementation of recently approved investment projects. A pickup in exports in recent months and measures to curb gold imports has contributed to lowering the current account deficit. Policy measures to bolster capital flows have further helped reduce external vulnerabilities. Overall growth is expected to firm up on policies supporting investment and a confidence boost from recent policy actions, but the actual growth will remain below trend.

The Indian manufacturing sector is facing challenging times. The Government has to make every effort to improve the investment environment enabling manufacturing and infrastructure projects to be implemented in the shortest possible time. We need the competitiveness of our industry to be at the core of policy so that we can supply the domestic market and export to the world.

INDUSTRIAL TREND AND FIBC MARKET OUTLOOK:

The Indian packaging industry is currently \$24.6 billion with a growth rate of above 12.36% per annum more than twice the global average while our GDP growth was 8.5%. Not only is the industry growing rapidly but it is also creating lucrative jobs for those who find a career in it.

The Indian bulk packaging market started moving significantly only in the 1990s as the industries acquired bulk handling capabilities to compete in the globalised world. The markets really took off at the turn of the new millennium spurred by an export-led and domestic growth in agro produce & foods. The market grew at around 28% for the first 6-7 years and then settled down to a 15-20% band largely bucking the worldwide slowdown.

The usage of FIBCs has more than doubled in the past decade. Along with this increase, the role of Flexible Intermediate Bulk Containers has evolved to a point where it is a common method for transporting a wide range of products. One of the most significant factors for the growth in usage can be attributed to conversion. The conversion from smaller bags and drums to FIBCs continues to increase. The change is typically driven by economic factors. Once in place, the customers also find greater accuracy and greater productivity (time savings of semi-bulk systems vs. human interface with smaller containers).

The market is very competitive with respect to price but it is also the least important item when compared to other factors like quality control procedures, knowledge of industry standards and regulations, customer service, manufacturing facility certifications.

Increase in price of raw materials is a growing challenge in the FIBC industry. While higher prices provide challenges, they have also resulted in growth. Increase in transportation costs have highlighted the low package to product weight ratio of a filled FIBC and the compact lightweight nature of an empty FIBC. As costs increase, the freight advantages of FIBCs will continue to drive conversion from other types of industrial packaging.

As a responsibility to the environment where we dwell, reuse and reconditioning of FIBCs can be cost effective and can reduce a company's environmental impact, but it is critical that procedures are in place to ensure that the FIBCs continue to meet or exceed industry standards. The FIBC design, product and distribution environment all need to be considered to determine if reuse is an option.



SWOT ANALYSIS:

STRENGTHS AND OPPORTUNITIES:

Your Company enjoys the benefit of experience of over two decades in the manufacture of FIBCs. The major strengths of the company are that it has a diverse market with customers in over 30 countries. The strength of the business lies in the supply of the manufactured FIBCs that reach the end users and not the traders in both for domestic and export sales. On a broader outlook, with the world market growing and the increasing inflation levels in China has put India on par with the Chinese market and it gives an upper hand in the growth of the Indian market as well as that of your company.

Your company complies with the international standards quality and hygiene, and believes in research and development to accelerate production without compromising on quality. Jumbo Bag Limited with strong product line and a customer friendly outlook is undoubtedly one of the market leaders in the FIBC industry in India.

WEAKNESSES AND THREATS:

Fluctuating prices of raw materials – The main raw material used in the manufacture of FIBC is polypropylene, which is a crude derivative, and subject to price fluctuations.

The growing inflation plays a critical role in hampering the growth of the economy. To keep price level competitive and to maintain quality on par with the international standards for which the company is reputed would be a challenge to be met for which well-planned strategies have to be in place.

STRATEGIES:

The major setback in the last financial year was due to the unfortunate fire accident that had caused a lot of damage to the resources and the work space of Athipedu factory. Your company is evaluating alternative places to fill in the space and to optimize the capacity utilization. A suitable decision by your Board of Directors shall be taken once the feasibilities of a suitable location is evaluated.

REVIEW OF OPERATIONS:

Though your Company's top line performance has increased by 4% from Rs.83 crores to Rs. 87 crores, it did not increase in the bottom line mainly due to the fire accident which was a major blow to the operations of the company considering the gradual increase in the profitability that the company had witnessed by the end of the half year in 2013-14. However, the company maintained the sales volume in both domestic and export sales and saw an increase during the period.

FINANCIAL ANALYSIS:

Your company had to face the volatility of the dollar price in the financial year 2013-14 and suffered a forex loss. However, your company reviewed the policy and took precautionary measures to ensure that the forex cover is adequate and does not get influenced by the market fluctuations.

SEGMENT WISE PERFORMANCE:

Manufacturing

The manufacturing sector is still in the recovery mode in the current fiscal year. With the new Government taking over the office, it is expected that efforts on investment in the manufacturing sector and providing infrastructure shall be taken up for a robust growth in the sector this year. Although, the uptrend is expected hereon, due to the situation of your company in the previous financial year due to fire accident, it shall be difficult for the company to recover in the immediate future. However, every effort is being taken by the company to fulfil the order books of the customers and is mobilizing the resources to avoid halt at work.

Trading

Your company had been appointed as the Del – Credere Associate cum Consignment Stockist (DCA/ CS) of Indian Oil Corporation Limited for Tamil Nadu, Pondicherry and Kerala in the year 2009. The journey as a trader for IOCL Polymer products has been encouraging so far and has contributed significantly to the profitability of your company especially during the last financial year. The profit from trading has enhanced this year also to an extent of 23% as against the previous year. The commission sales from trading earned in the current year amounts to Rs.102 Lacs as against Rs.83 Lacs in the previous year. Jumbo Bag Limited earned the highest sales position among all agents in South India in 2013-14.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Your company believes in continuous improvement and constantly strives to optimize the control and monitoring systems. The Control and Monitoring Systems in place to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition, and all transactions are authorized, recorded and reported correctly. Periodic review of control systems by the internal auditors M/s. A. Raghunathan & Co., Chartered Accountants, Chennai ensures their adequacy and effectiveness. All shortcomings identified by the internal audit team are placed before the Audit Committee and the Board and prompt corrective action is taken.

INDUSTRIAL RELATIONS:

The workers had gone on strike in the month of December'2013 – January'2014. However, the management took every effort to fulfill the workers' demands and the position was restored to normalcy. Your company determines to take the relationship with the workers at cordial levels and is committed to provide necessary support for the welfare of its staff.

SOCIAL RESPONSIBILITY:

Integration of social, environmental, ethical and human rights makes an enterprise meet the fullest level of social responsibility. Keeping this in mind, Jumbo Bag Limited commits itself to the environment by meeting the environmental regulation, best utilization of natural resources and creating awareness on prevention of pollution through training and communication.

Your company continued to endeavor and participated actively in the welfare of the community. Your company had during the year conducted a polio camp in association with the Public Health Department of the Government of Tamil Nadu. The Company had also conducted a Blood Donation Camp on 3rd May 2013 at its Athipedu Unit which was actively participated by the management personnel as well as the staff.

Your company continues to support Gorantla Ramalingaiah Vivekananda Vidyalaya in various ways. This school has strength of over 1050 students at present and many employees' children are enjoying the benefits of concessional fees studying in the above-mentioned school.

CAUTIONARY STATEMENT:

In accordance with the Code of Corporate Governance approved by the Securities and Exchange Board of India, Shareholders and Readers are cautioned that in the case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness though the same are based on sources believed to be reliable. Utmost care has been taken to ensure that the opinions expressed by the management herein contain its perceptions on the material impacts on the Company's operations, but it is not exhaustive as they contain forward-looking statements which are extremely dynamic and increasingly fraught with risk and uncertainties. Actual results, performances, achievements or sequence of events may be materially different from the views expressed herein.

For and on behalf of the Board

Place: Chennai
Date : 13.08.2014

K.J.M. SHETTY
Chairman



ANNUEXURE I

INFORMATION UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956, READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

FORM A

CONSERVATION OF ENERGY:

Jumbo Bag Limited is always looking for an opportunity to save the energy and every available opportunity is utilized;

S.No	Particulars	2013-14	2012-13
A	Power and Fuel Consumption		
1	Electricity		
	(a) Purchased:		
	Unit	47,24,156	39,01,570
	Total amount	3,67,16,743	2,83,74,626
	Rate/unit	7.77	7.27
	(b) Own generation:		
	(i) Through diesel generator		
	Unit	3,56,010	18,35,864
	Unit per liter of Diesel oil	3.06	3.02
	Cost/unit	17.67	15.13
	Diesel (in liters)	1,16,459	6,08,612

FORM - B

RESEARCH AND DEVELOPMENT (R&D)

S.No	Particulars	2013-14	2012-13
A	Expenditure on R & D:	(Rupees in lacs)	
B	Capital Expenditure	Nil	Nil
C	Revenue	-	7.24
	Total	-	7.24
D	Total R&D expenditure as a percentage of total turnover	-	0.09%

Foreign exchange Earnings and outgo

S.No.	Particulars	2013-14	2012-13
A	Foreign exchange outgo:	(Rupees in lacs)	
B	C.I.F Value of Imports	1434.67	2964.46
C	Travel	22.70	40.37
	Commission (paid for previous yrs. liability)	19.90	6.11
D	Testing charges	0.00	0.49
	Total	1477.27	3011.43
	Foreign exchange Earned		
	F.O.B. Value of Exports	3592.19	4068.89

For and on behalf of the Board

Place: Chennai
Date : 13.08.2014

K.J.M. SHETTY
Chairman

REPORT ON CORPORATE GOVERNANCE FOR THE YEAR 2013-14 (PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT)

1. COMPANY'S PHILOSOPHY ON CORPORATE CODE OF GOVERNANCE:

A Company, apart from its financial strengths, is valued by its ethics, trust, accountability, transparency, fairness, integrity, discipline, professionalism and customer satisfaction. Corporate Governance is a combination of mandatory and Non-mandatory disclosure compliances, as listed in Clause 49 of the Listing Agreement, which brings transparency leading to effective control and management in an organisation. Corporate Governance practices emanates from a company's commitment to enhance its value. Your Company truly believes in Values and strives hard to be a highly valued company. Your company's philosophy of corporate governance is to provide the highest level of assurance and satisfaction in relation to the internal working of the company to all its shareholders and stakeholders.

2. BOARD OF DIRECTORS:

All the Directors in your company are eminently qualified and are committed to the highest personal & professional ethics and integrity in the interest of the shareholders.

Board Composition as on 31st March 2014:

As on 31st March 2014, the Board of Directors of the Company had eight (8) members. Your company's Board has an appropriate mix of executive and non-executive Directors. Staying in congruence with the listing agreement four out of the eight Directors are Independent Directors. Sri K.J.M. Shetty, a retired IAS officer and an Independent Director is the Chairman of the Board. Sri G.P.N. Gupta is the Managing Director of the Company. During the year, no Director was a member of more than ten committees nor was any Director a Chairman for more than five Companies.

Sri G. Krishnamurthy stepped down as an Independent member of the Board, with effect from 14th February, 2014. Sri G. Krishnamurthy had joined the Board in June 2008 and played an important role, especially in strengthening the Company's Risk Management framework. The Board thanks him for his insights that have helped the Company immensely.

Board Meetings:

During the financial year, the Board met 6 times on the following dates:

28th May 2013, 13th August 2013, 23rd September, 2013, 14th November 2013, 11th January, 2014 and 14th February, 2014. Not more than four months lapsed between any two meetings.

Attendance of each Director at the Board Meetings and Last AGM and details of other Directorship as on 31st March 2014:

Name of the Directors	Category of Directorship	No of shares held as on 31st March 2014	Attendance Particulars		No of other Directorship and Committee membership	
			Board Meetings	Last AGM	Other Directorships**	Other Committee membership#
Sri K.J.M. Shetty, I.A.S. (Retd.)	Chairman (NEI)	Nil	5	Yes	2	5
Sri G.P.N. Gupta	Managing Director (E)	115873	6	Yes	1	4
Sri G. Radhakrishna	Director (NE)	99495	3	No	1	4
Sri M. Rama Rao	Director (NEI)	Nil	3	Yes	2	Nil
Dr. Gaddam Kumar Reddy	Director (NEI)	75230	Nil	No	Nil	Nil
Sri G.Krishnamurthy*	Director (NEI)	Nil	4	Yes	Nil	Nil
Sri M.V. Ananthakrishna	Director (NEI)	Nil	6	Yes	4	4
Sri G.S. Anil Kumar	Director- Finance (E)	32550	6	Yes	2	Nil
Sri G.P. Ramraj	Director- Marketing (E)	33500	5	Yes	Nil	Nil

* Sri G.Krishnamurthy has resigned from the office as Director w.e.f 14.02.2014
E-Executive, NE-Non Executive, NEI-Non Executive Independent

** Excludes Private Limited Companies

Audit Committee, Stakeholders' Relationship Committee and Nomination & Remuneration Committee are alone considered for this purpose.



3. INSIDER TRADING CODE OF CONDUCT

CODE OF CONDUCT:

The Securities and Exchange Board of India (Insider Trading Regulations) 1992 and amendments thereto, specifies for a mandatory Code for Corporate Disclosures for all Listed Companies. Based on the requirements under these regulations, Code of Conduct for prevention of Insider Trading and Code for Corporate Disclosures is in place for its Directors and Senior Management Employees.

4. TRADING IN NSE PLATFORM:

With a Memorandum of Understanding between Madras Stock Exchange and National Stock Exchange your company's shares that are listed in Madras Stock Exchange are allowed to be traded in the National Stock Exchange platform.

National Stock Exchange had entered into a Memorandum of Understanding with Madras Stock Exchange where companies with good corporate governance are selected and their shareholders are given a better platform to trade at the National level. Thus the company's shares can be traded in both National Stock Exchange and Bombay Stock Exchange.

5. AUDIT COMMITTEE:

As per Sec 177 of the Companies Act, 2013 read with Clause 41 and 49 of the Listing Agreement, the Company is required to have an Audit Committee. The scope of the Audit Committee is as mentioned in the clause 49 (II) D of the listing agreement.

During the financial year, the Committee met 4 times on the following dates:

28th May 2013, 13th August 2013, 14th November 2013 and 14th February 2014.

The Audit Committee's Chairman is Sri. K.J.M. Shetty and the members are Sri G. Krishnamurthy and Sri M.V. Ananthakrishna. Company Secretary is the Secretary to the Audit Committee.

Composition of the Audit Committee as on date, meetings held and attendance during the year:

Particulars	Name of the Chairman / Member	No of Meetings held	No of Meetings attended
Chairman	Sri K.J.M. Shetty	4	3
Members	Sri G. Krishnamurthy*	4	3
	Sri M.V.Ananthakrishna	4	4

*Sri G.Krishnamurthy has resigned from the office as Director w.e.f 14.02.2014 and the committee was reconstituted in its Board Meeting held on 14.02.2014.

Presently, Sri K.J.M. Shetty is the Chairman of Audit Committee and Sri G.P.N. Gupta and Sri M.V. Ananthakrishna are the members of the committee. Company Secretary is the secretary to the Audit Committee.

6. NOMINATION & REMUNERATION COMMITTEE (PREVIOUSLY SELECTION & REMUNERATION COMMITTEE):

The scope of the committee is as below:

To deal with appointments, remuneration, promotion and other related aspects in respect of the Managing Director, Whole-time Director and other Senior Management staff members of the Company.

To review the remuneration policy of the company from time to time which is in consonance with the existing industry practice, i.e. directed towards rewarding performance, based on review of achievement on periodical basis.

During the financial year, the Committee met on 13.08.2013 for reappointment of Sri G.P.N. Gupta, Managing Director with effect from 01.04.2013 for a period of 3 years and Sri G.S. Anil Kumar and Sri G.P. Ramraj, Whole-time Directors of the company with effect from 01.10.2013 for a further period of 3 years.

Composition of the Selection & Remuneration Committee as on date, meetings held and attendance during the year:

Particulars	Name of the Chairman / Member	No of Meetings held	No of Meetings attended
Chairman	Sri K.J.M. Shetty	1	1
Members	Sri G. Krishnamurthy	1	1
	Sri M.V.Ananthkrishna	1	1

The Selection & Remuneration Committee Chairman is Sri K.J.M. Shetty, and the members are Sri G. Krishnamurthy, Sri M.V.Ananthkrishna. Company Secretary is the Secretary to the Remuneration Committee.

Pursuant to Section 178(1) to 178(4) of the Companies Act, 2013, the Selection & Remuneration Committee was required to be renamed as Nomination & Remuneration Committee and it was required that the Chairman of the company shall not be the Chairman of this Committee. Considering the new provisions, the Board of Directors, in its meeting held on 24.05.2014 reconstituted Selection & Remuneration Committee as Nomination & Remuneration Committee. The Chairman of the Committee is Sri M.V. Ananthkrishna, and the members are Sri K.J.M. Shetty and Sri G. Radhakrishna. Company Secretary is the Secretary to the Remuneration Committee.

REMUNERATION PAID TO DIRECTORS FOR THE FINANCIAL YEAR 2013-2014:

a. Sri G.P.N.Gupta, Managing Director

Fixed Components	2013-2014 (Rs. in Lacs)	2012-2013 (Rs. in Lacs)
Salary/Allowances	19.05	17.20
Perquisites	0.71	0.40
Retirement Benefits	1.80	1.80
Variable Components-commission	Nil	Nil
Total	21.56	19.40

b. Sri G.S. Anil Kumar, Director - Finance

Fixed Components	2013-2014 (Rs. in Lacs)	2012-2013 (Rs. in Lacs)
Salary/Allowances	14.80	13.84
Perquisites	Nil	Nil
Retirement Benefits	1.35	1.35
Variable Components-commission	Nil	Nil
Total	16.15	15.19

c. Sri G.P. Ramraj, Director - Marketing

Fixed Components	2013-2014 (Rs. in Lacs)	2012-2013 (Rs. in Lacs)
Salary/Allowances	14.78	13.12
Perquisites	0.19	0.52
Retirement Benefits	1.35	1.35
Variable Components-commission	Nil	Nil
Total	16.32	14.99

There is no notice period and severance fee. The Company does not have a scheme for grant of Stock Option to the Directors.

Remuneration by way of Sitting fee of Rs.10,000/- is paid to the Non-Executive Directors for attending Board/ Committee meetings. Apart from the sitting fees, travel, accommodation and out-of-pocket expenses incurred by them for attending the meetings are also reimbursed.



SITTING FEES DETAILS FOR THE YEAR 2013-14

Name of the Directors	2013-14 Amount (Rs.)
Sri G. Radhakrishna	70,000/-
Sri K.J.M. Shetty	90,000/-
Sri M. Rama Rao	30,000/-
Sri G. Krishnamurthy	80,000/-
Sri Gaddam Kumar Reddy	Nil
Sri M.V. Ananthakrishna	1,10,000/-
Total	3,80,000/-

7. SHARE TRANSFER & STAKEHOLDERS' RELATIONSHIP COMMITTEE:

Sri G. Radhakrishna, Director is the Chairman of the Share Transfer Committee and Sri G.P.N. Gupta, Director is member of the Committee and the Company Secretary is the secretary to the committee. The role of the Committee is to approve and register transfer, transmission, transpositions, demat, remat and issue of duplicate share certificates of all classes of shares. To sub-divide, consolidate and issue share certificates on behalf of the Company. To affix or authorize fixation of the Common Seal of the Company to the Share Certificates. During the year, the committee had met 4 times on 08th April 2013, 18th July 2013, 10th August, 2013 and 31st January 2014.

Sri G. Radhakrishna, Director is the Chairman of the Investors Grievance Committee, Sri Krishnamurthy Grandhy is a member of the Committee and the Company Secretary is the Secretary to the Committee. The scope of the Committee shall be to look into the redressal of Shareholder and investors complaints related to transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc.

The Board of Directors of the company had at its' meeting held on 24.05.2014 reconstituted the Investors' Grievance committee as Stakeholders' Relationship Committee and the membership of the committee was reconstituted on 13.08.2014 where, at present Sri G. Radhakrishna is the Chairman and Sri G.P.N. Gupta is a member of the committee. Company Secretary is the Secretary to the Committee.

8. COMPLIANCE OFFICER:

Ms. P. Prema Sona Bharathi, Company Secretary is the Compliance Officer and her e-mail address is csjbl@blissgroup.com. The Company received no complaints during the year from its shareholders.

9. GENERAL SHAREHOLDERS INFORMATION:

AGM Date & Time and venue	:	25 th September 2014, 10.30 Hrs. Sri Thyaga Brahma Gana Sabha, Sri P. Obul Reddy Hall, Vani Mahal, No.103, G.N.Chetty Road, T.Nagar, Chennai- 600 017
Date of Book closure	:	19 th September, 2014 to 25 th September, 2014
Listing on Stock Exchanges	:	Bombay Stock Exchange Ltd Madras Stock Exchange Ltd National Stock Exchange of India Ltd.,*
Stock Code	:	516078
ISIN	:	INE699D01015
Registrar and Transfer Agents	:	M/s.Cameo Corporate Services Ltd., "Subramaniam Building" No. 1, Club House Road, Mount Road, Chennai - 600 002
Manufacturing Division	:	Unit I No.75, Thatchur Kootu Road, Panjetty Village, Ponneri Taluk, Tiruvallur District-601 204

Unit II

No.106, G.N.T.Road, Athipedu Village, Alingivakkam P.O.,
Ponneri Taluk, Tiruvallur District-600 067

Address for correspondence : "S.K.Enclave", New No.4, (Old No.47)
Nowroji Road, Chetpet, Chennai – 600 031

*Under MOU between Madras Stock Exchange and National Stock Exchange, Jumbo Bag Limited Shares are traded in NSE platform.

MARKET PRICE DATA

**(HIGH, LOW DURING EACH MONTH IN THE YEAR
2013-2014):**

Month	High (Rs.)	Low (Rs.)
April 2013	7.29	5.01
May 2013	5.98	4.96
June 2013	5.83	4.40
July 2013	6.20	4.47
Aug 2013	4.65	4.42
Sep 2013	4.97	4.33
Oct 2013	5.35	4.02
Nov 2013	5.10	4.80
Dec 2013	5.00	3.92
Jan 2014	5.09	4.11
Feb 2014	4.03	3.42
Mar 2014	4.41	3.51

SHAREHOLDING PATTERN

(As on 30th June, 2014)

Particulars	Percentage
Public	50.18
Promoters	43.43
Body Corporate	4.29
Institutions	0.19
Others	1.91
Total	100

DISTRIBUTION OF SHAREHOLDING (AS ON 30th JUNE 2014):

No. of shares held	Folio		Shares	
	Number	%	Number	%
Up to - 500	6776	86.01	1176445	14.05
501 - 1000	537	6.82	446882	5.34
1001 - 2000	248	3.15	385891	4.61
2001 - 3000	94	1.19	240468	2.87
3001 - 4000	43	0.55	153110	1.83
4001 - 5000	32	0.41	146925	1.75
5001 - 10000	64	0.81	466518	5.57
10001 - 20000	40	0.51	544434	6.50
20001 - 50000	28	0.36	883379	10.55
50001 - 100000	11	0.13	780085	9.32
100001 & above	5	0.06	3149563	37.61
Total	7878	100	8373700	100

The Company has entered into the necessary agreements with NSDL and CDSL for dematerialization of the shares held by investors. Shares held in NSDL and CDSL constitute 88.35% and physical form 11.65%.



GENERAL BODY MEETINGS:

Year, Date & Time	Location	Whether Special Resolutions passed
2010-11 02.08.2011 10.30 A.M. (AGM)	Sri Thyaga Brahma Gana Sabha, Sri P. Obul Reddy Hall, Vani Mahal, No.103, G.N. Chetty Road, T.Nagar, Chennai – 600 017	Yes
2011-12 24.09.2012 10.30 A.M. (AGM)	Sri Thyaga Brahma Gana Sabha, Sri P. Obul Reddy Hall, Vani Mahal, No.103, G.N. Chetty Road, T.Nagar, Chennai – 600 017	No
2012-13 23.09.2013 10.00 A.M. (AGM)	Sri Thyaga Brahma Gana Sabha, Sri Obul Reddy Hall, Vani Mahal, No.103, G.N.Chetty Road, T.Nagar, Chennai – 600 017	Yes

MEANS OF COMMUNICATION:

The half yearly/quarterly financial results are published in newspapers viz., “Business Standard”, “The Financial Express” and “Malaisudar” (Tamil). The half yearly/quarterly financial results are also displayed on the Company’s website www.jumbobaglimited.com. The Company’s website also displays several other details/information of interest to stakeholders.

CODE OF CONDUCT:

The Board of Directors has laid down a code of conduct for all Board Members and Senior Management of the Company. The same has been posted on the website of the Company. The Managing Director’s declaration as required under Clause 49 (I) (D) of the listing agreement is given as Annexure IV.

DISCLOSURE:

The company had, in the month of November 2013 faced a major fire accident in one of its factories at Athipedu. The accident resulted in huge capital loss for the company. Since the loss amount was large and the insurance survey was under process, the company was not able to submit the unaudited financial results for the quarter ended 31.12.2013 and the audited financial results for the year ended 31.03.2014. The Stock Exchange had, in this regard issued a notice to the company demanding compliance of Clause 41. The company had subsequently submitted the unaudited and the audited financial results in its meeting held on 13.08.2014.

Other than the above issue, there was no instance of non compliance by the Company on any matters relating to the capital markets; nor was there any penalty/ strictures imposed by the stock exchanges or SEBI or any other statutory authority on such matters, during the last three years.

NOMINATION & REMUNERATION COMMITTEE:

Your Company has in place a Nomination and Remuneration Committee. A detailed note on which is available supra in this section.

Your company has adopted a Vigil Mechanism/ Whistle Blower Policy in its meeting held on 13.08.2014 which shall be placed at the company’s website. However, no person has been denied access to the Chairman of the Audit Committee.

CEO/CFO CERTIFICATION:

The certificate as required under Clause 49(V) of the Listing Agreement is given as Annexure II.

COMPLIANCE CERTIFICATE OF THE AUDITORS:

Certificate from the Auditors of the Company, M/s. M.SRINIVASAN & ASSOCIATES, Chartered Accountants confirming compliance with the conditions of Corporate Governance as stipulated under Clause 49 (VII) of the listing agreement is given as Annexure III.

For and on behalf of the Board

Place: Chennai
Date : 13.08.2014

K.J.M. SHETTY
Chairman

ANNEXURE II**CERTIFICATION BY CEO AND CFO OF JUMBO BAG LTD**

We, G.P.N. Gupta, Managing Director and G.S. Anil Kumar, Director-Finance of Jumbo Bag Limited (the Company) to the best of our knowledge and belief certify that:

1. We have reviewed the Balance Sheet and Profit and Loss Account and all its Schedules and Notes on Accounts, as well as the Cash Flow Statement and Directors' Report.
 - a. Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit any material fact or contain statements that might be misleading except for the provisional loss amount that has been inserted pending finalization of admissible loss amount as incurred in the fire accident that occurred on 23.11.2013 which may be overstated or understated, as the case may be, once the loss amount is finalized by the insurance company.
 - b. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. We also certify, that based on our knowledge and belief, there are no transactions entered into by Jumbo Bag Limited, which are fraudulent, illegal or in violation of the Company's Code of Conduct.
3. We are responsible for establishing and maintaining internal controls and procedures for the Company pertaining to financial reporting, and have evaluated the effectiveness of these procedures in Jumbo Bag Limited. We have disclosed to the auditors and the Audit Committee, deficiencies, if any, in the design or operation of such internal controls, of which we are aware and the steps that we have taken or propose to take to rectify these deficiencies.
4. We have disclosed, based on our most recent evaluation, wherever applicable, to the Company's auditors and the Audit Committee of the Company's Board of Directors: -
 - a. Significant changes in internal controls during the year;
 - b. Significant changes in accounting policies during the year and that the same have been disclosed in the Notes to the financial statements; and
 - c. Instances, if any, of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.
5. We affirm that we have not denied any personnel, access to the Audit Committee of the Company (in respect of matters involving misconduct, if any).
6. We further declare that all Board members and Senior Management have affirmed compliance with the Code of Conduct for the current year.

Chennai
13.08.2014

G.P.N. GUPTA
Managing Director

G.S. ANIL KUMAR
Director - Finance



**ANNEXURE III
CERTIFICATE
TO THE MEMBERS OF JUMBO BAG LIMITED**

We have examined the compliance of conditions of Corporate Governance by JUMBO BAG LIMITED for the year ended 31st March 2014 as stipulated in clause 49 of the Listing Agreement of the said company with stock exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Stakeholders' Relationship Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **M.SRINIVASAN & ASSOCIATES**
Chartered Accountants
FRN No-004050S

Place : Chennai
Date : 13.08.2014

M. SRINIVASAN
Partner
M.No.022959

**ANNEXURE IV
DECLARATION FOR CODE OF CONDUCT**

I hereby affirm and state that

1. Pursuance to Clause 49 (I) (D) of the Listing Agreement with Stock Exchanges, a Code of Conduct for the Board Members and the Senior Management Personnel of the Company has been adopted.
2. The said Code of Conduct has been uploaded on the website of the Company.
3. All Board Members and Senior Management Personnel have affirmed compliance with the said Code of Conduct for the period ended 31st March 2014.

Chennai
13.08.2014

G.P.N.Gupta
Managing Director

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Jumbo Bag Limited

1. Report on the Financial Statements

We have audited the accompanying financial statements of Jumbo Bag Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss account and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statement

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014,
- b) in the case of the Statement of Profit and Loss Account, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

5. Emphasis of Matters

We draw attention to Note No.2.19 of the financial statements with regard to the Claims receivables from the Insurance Companies and outstanding of Rs. 1099.58 lakhs on the balance sheet date. The management is confident of recovery of full amount and therefore no further provision is made. Our opinion is not qualified in respect of this matter.



6. Report on Other Legal and Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) The Balance Sheet, Statement of Profit and Loss account, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d) In our opinion, the Balance Sheet, Statement of Profit and Loss account, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of written representation received from the directors, as at 31st March 2014 and taken on record by the Board of Directors, we report that none of the directors are disqualified as at 31st March 2014 from being appointed as a director in term of clause (g) of sub section (1) of section 274 of the companies act 1956 on the said date.

For M Srinivasan & Associates

Chartered Accountants

FRN : 004050S

M. Srinivasan

(Partner)

M No : 022959

Place : Chennai

Date : 13.08.2014

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

Annexure referred to in paragraph 6 of our report of even date.

- (i) (a) In our opinion the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Fixed Assets of the Company have been physically verified at the intervals in a phased manner by the management according to the program of periodical verification which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. As informed no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of its Fixed Assets during the year.
- (ii) (a) In our opinion the inventories have been physical verified during the year by the management at reasonable intervals.
- (b) In our opinion the procedures of physical verification of the inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to explanations given to us, the Company is maintaining proper records of its inventories. The discrepancies noticed on physical verification were not material and properly dealt with in the books of accounts.
- (iii) (a) According to information and explanations given to us the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. However, the Company has taken loan from 1 party covered in the register maintained under Section 301 of the Companies Act, 1956, aggregating to Rs.96 lacs (Maximum balance outstanding during the year Rs.96 lacs).
- (b) The rate of interest and other terms and conditions on which the loans have been taken by the company are not, prima facie, prejudicial to the interest of the company. The company has not granted any loans during the year.
- (c) In respect of such other loans given by the company, where stipulations have been made, they have generally repaid the principal amounts as stipulated and have been regular in payment of interest, wherever applicable.
- (d) In respect of such loans given by the company, there are no overdue amounts more than Rs.100000
- (iv) (a) In our opinion and according to information and explanations given to us, there is an adequate internal control procedure commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the company, we have neither come across nor have been informed of any continuing failure to correct major weakness in the aforesaid internal control procedure.
- (v) (a) The transactions made pursuance of contracts or arrangement that need to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been entered in the register.
- (b) In our opinion and according to information and explanations given to us, certain transactions made in pursuance of such contracts or arrangements exceeding rupees five lakhs each have been made at prices, which are reasonable having regards to prevailing market prices at relevant time.
- (vi) In our opinion, the company has complied with the provision of Section 58A and 58AA or any other relevant provision of the act and the companies (Acceptance of Deposit) rules, 1975 with regard to deposits accepted from public.
- (vii) The Company has an internal audit system commensurate with its size and nature of business.
- (viii) We have broadly reviewed the books of accounts maintained by the company pursuant to the rules prescribed by the Central Government for maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However we have not made a detailed examination of the records.



- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted or accrued in the books of account in respect of undisputed statutory dues including Provident fund, Employees state Insurance, Income-tax, Sales tax, Service tax, Customs duty, and other material statutory dues have been generally regularly deposited, during the year by the Company with the appropriate authorities. As explained to us, the company did not have any dues on account of Investor Education and Protection Fund, Employee State Insurance, Excise Duty and Wealth Tax.
- (b) According to the information and explanations given to us, no undisputed amount payable in respect of Income Tax, service tax, Customs Duty, Sales Tax and other material statutory dues that were in arrears as at 31st March 2014 for the period of more than six months from the date they become payable.
- (c) Details of dues towards sales tax, income tax and excise duty that have not been deposited on account of dispute are as stated in Note 13 of notes to accounts and forming part of the financial statement.
- (x) The company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) In our opinion, the company has not defaulted in repayment of its dues to bank and the company has not issued any debentures during the year.
- (xii) In our opinion the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion the company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003(as amended) are not applicable to the company.
- (xiv) In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4 (xiv) of the companies (Auditors Report) order 2003(as amended) are not applicable to the company.
- (xv) In our opinion, the Company has not given any guarantee for loans taken by others from banks or financial institutions. Therefore the provisions of clause 4(XV) of the order are not applicable.
- (xvi) In our opinion, term loan availed by the company were prima facie applied for the purpose for which they were obtained, other than temporary deployment pending application.
- (xvii) On an overall examination of the financial statements of the company funds raised on short term basis have, prima facie, not been used during the year for long-term investment and vice versa.
- (xviii) The Company has not made preferential allotment of shares to parties and companies listed in the register maintained under Section 301 of the Companies Act, 1956.
- (xix) Since the Company has not issued any debentures, the provisions of Clause 4(xix) of the companies (Auditors report) order 2003 as amended are not applicable to the company.
- (xx) The Company has not raised any money through public issues during the year.
- (xxi) In our opinion, considering the size and nature of the company's operations, no fraud of material significance on or by the Company has been noticed or reported during year.

For M Srinivasan & Associates
Chartered Accountants
FRN : 004050S

M. Srinivasan
(Partner)
M No : 022959

Place : Chennai
Date : 13.08.2014

BALANCE SHEET AS AT 31ST MARCH 2014

(Rs. in Lacs)

Particulars	Note	31 March 2014	31 March 2013
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	878.17	878.17
Reserves and surplus	2.2	884.23	1,105.55
Non-Current Liabilities			
Long-term borrowings	2.3	218.38	291.01
Deferred tax liabilities (net)	2.4	389.85	414.04
Other long term liabilities	2.5	22.87	34.84
Long term provisions	2.6	28.56	1.01
Current liabilities			
Short-term borrowings	2.7	4,418.38	4,398.89
Trade payables	2.8	2,479.03	924.32
Other current liabilities	2.9	161.82	130.95
Short term provisions	2.10	343.81	258.95
		9,825.10	8,437.73
ASSETS			
Non current assets			
Fixed assets			
- Tangible assets	2.11	1,949.35	2,368.40
- Capital work in progress		3.31	-
Non Current investments	2.12	2.80	2.61
Long term loans and advances	2.13	106.58	173.38
Other non current assets	2.14	54.05	48.20
Current assets			
Inventories	2.15	1,868.80	1,838.29
Trade receivables	2.16	4,015.18	3,251.10
Cash and cash equivalents	2.17	212.04	205.97
Short term loan and advances	2.18	507.88	544.25
Other current assets	2.19	1,105.11	5.53
		9,825.10	8,437.73

Significant accounting policies & Notes to accounts 1 to 23

The schedules referred to above form an integral part of these financial statements

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.P.N. GUPTA
Managing Director

G.S. ANIL KUMAR
Director - Finance

Place: Chennai
Date: 13.08.2014

P. PREMA SONA BHARATHI
Company Secretary



STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014

(Rs. in Lacs)

Particulars	Note	31 March 2014	31 March 2013
Revenue from operations			
Sale of manufactured products (Net)	2.20	7120.45	7695.88
Sale of trading products (Net)	2.21	851.72	697.13
Sale of services	2.22	120.27	113.73
Other operating revenues	2.23	235.03	181.39
Total revenue from operations		8327.47	8688.13
Other income	2.24	25.26	87.66
Total Revenue		8352.73	8775.79
Expenses			
Cost of materials consumed	2.25	5244.70	4471.30
Purchases of stock-in trade (Traded goods)	2.26	836.68	651.78
Change in inventory of finished goods, work-in-progress and stock-in trade	2.27	139.94	233.39
Employee benefits expense	2.28	705.30	692.39
Finance costs	2.29	410.97	443.70
Depreciation and amortisation expense	2.11	193.18	202.30
Other expenses	2.30	1908.90	2070.40
Total expenses		9439.67	8765.26
Profit / (Loss) before exceptional and extraordinary items and tax		(1,086.94)	10.53
Exceptional items - Insurance Claims Receivable		841.43	
Profit / (Loss) before tax		(245.51)	10.53
Tax expense			
1. current tax / minimum alternative tax			2.93
2. deferred tax (charge) / credit		(24.19)	(1.68)
Profit / (Loss) for the period		(221.32)	9.28
Earnings per equity share			
Basic & Diluted		(2.64)	0.11
Number of shares used in computing earnings per share			
Basic		8373700	8373700

Significant accounting policies & Notes to accounts 1 to 23

The schedules referred to above form an integral part of these financial statements

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**

Chartered Accountants

Firm's registration no. 004050S

M. Srinivasan

Partner - Membership No.022959

G.P.N. GUPTA

Managing Director

G.S. ANIL KUMAR

Director - Finance

Place: Chennai

Date: 13.08.2014

P. PREMA SONA BHARATHI

Company Secretary

CASH FLOW STATEMENT

(Pursuant to clause 32 of the Listing Agreement)

(Rs. in Lacs)

	Apr'13 to Mar'14		Apr'12 to Mar'13	
A Cash Flow from Operating Activities :				
Profit before tax		(245.51)		10.53
Adjustments for :				
Prior period adjustments - Profit / (Loss)	-		-	
Depreciation	193.18		202.30	
Deferred tax liabilities (net)	(24.19)		(1.68)	
Foreign exchange (gains)/Losses	-			
(Profit) / Loss on sale of asset	3.49		3.80	
		172.48		204.42
Operating profit before working capital		(73.03)		214.95
Adjustments for Changes in				
Trade payables - Increase / (Decrease)	1,554.71		36.36	
Long term provisions- Increase / (Decrease)	27.55		(3.20)	
Short term provisions - Increase / (Decrease)	84.86		(19.10)	
Other current liabilities- Increase / (Decrease)	34.43		(123.96)	
Other long term liabilities - Increase / (Decrease)	12.22		(13.49)	
Trade receivables - (increase) / Decrease	(764.08)		(815.23)	
Inventories - (increase) / Decrease	(30.51)		413.99	
Long term Loans and advances - (Increase) / Decrease	66.80		(13.18)	
Short term loans and advances - (increase) / Decrease	36.37		(138.17)	
Other current assets - (increase) / Decrease	(749.34)		0.10	
Other non current assets - (increase) / Decrease	(5.85)		(30.39)	
		(267.16)		(706.27)
Cash generated from operations		194.13		(491.32)
Income taxes paid (Net of refunds)		-		(2.93)
Net Cash from Operating activities		194.13		(494.25)
B Cash Flow from Investing Activities :				
Purchase of fixed assets / WIP	219.07		(154.98)	
Proceeds from sale of fixed assets				
Purchase of Investments	(0.19)		(0.34)	
Sale of investments				
Other non-current assets - (Increase) / Decrease	(350.24)			
		(131.36)		(155.32)
Net cash used in Investing Activities		(131.36)		(155.32)
C Cash Flow from Financing Activities :				
Proceeds from issuance of Share Capital	-		-	
Proceeds from Share premium	-		-	



CASH FLOW STATEMENT

(Pursuant to clause 32 of the Listing Agreement)

(Rs. in Lacs)

	Apr'13 to Mar'14		Apr'12 to Mar'13	
Proceeds / (Repayment) of Long Term borrowings	(96.92)		0.24	
Borrowings for working capital purposes	7.69		669.24	
Finance / Lease Liabilities - Increase / (Decrease)	32.53		16.51	
Investment in Subsidiaries				
Dividend paid (Including Tax on dividend)		(56.70)		685.99
Net cash used in Financing Activities		(56.70)		685.99
D Net Increase in Cash and Cash Equivalents (A+B+C)		6.07		36.42
Cash and Cash equivalents as at 01.04.2013		205.97		169.55
Cash and Cash equivalents as at 31.03.2014		212.04		205.97
E Net (Increase) / Decrease in Cash and Cash Equivalents		(6.07)		(36.42)

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.P.N. GUPTA
Managing Director

G.S. ANIL KUMAR
Director - Finance

Place: Chennai
Date: 13.08.2014

P. PREMA SONA BHARATHI
Company Secretary

SCHEDULES FORMING PART OF ACCOUNTS

SCHEDULE 1

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared on accrual basis under the historical cost convention and in accordance with generally accepted accounting principles in India and materially comply with the Mandatory Accounting Standards notified by the Central Government of India under the Companies (Accounting standards) Rules, 2006 and with the relevant provisions of the Companies Act, 1956

1.2 Use of estimates

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Policies (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure relating to contingent liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.3 Fixed assets and depreciation

Fixed assets are carried at cost of acquisition less accumulated depreciation. The cost of fixed assets includes freight, duties, taxes and other incidental expenses relating to acquisition. Duties and taxes where MODVAT and VAT are applicable have been appropriately treated. Where fixed assets have been acquired from a country outside India, the cost of these fixed assets also includes exchange differences (favorable and unfavorable) arising in respect of foreign currency loans on other liabilities incurred specifically for the purpose of their acquisition. Borrowing costs related to the acquisition or construction of the qualifying fixed assets for the period up to the completion of their acquisition or constructions are capitalized.

Depreciation is provided on the Straight Line Method from the day in which the asset is put to use. The rates of depreciation prescribed in Schedule XIV to the Companies Act, 1956 are considered as the minimum rates. If the management's estimate of the useful life of a fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life or remaining useful life. Pursuant to this policy, depreciation on assets has been provided at the rates based on the estimated useful lives of fixed assets

Depreciation on fixed Assets sold or scrapped during the year is provided up to the date in which such assets are sold or scrapped. Depreciation on additions to Fixed Assets is calculated on prorata basis from the date of addition.

Assets individually costing Rs 5,000 or less are depreciated at the rate of 100%.

Depreciation is charged on a proportionate basis for all assets purchased and sold during the year.

1.4 Impairment of assets

In accordance with Accounting Standard 28 (AS 28) on Impairment of assets, where there is an indication of Impairment of the Company's assets, the carrying amount of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment on the assets based on internal/external factors. Any impairment loss, if any, is recognized in the profit & loss statement, wherever the carrying amount of an asset exceeds its estimated recoverable amount which is estimated at the higher of its net selling price and its value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognized impairment loss is further provided or reversed depending on changes in circumstances.

1.5 Revenue recognition

Revenue from sale of manufactured goods, including scrap, is recognized on transfer of all significant risks and rewards of ownership to the buyer which is generally on dispatch of goods.



Domestic sales inclusive of sales tax, Excise duty, net of sales returns and quantity discounts on accrual basis.

Export sales are accounted on the basis of dates of invoicing from the factory.

Job work and other service revenues is recognized as and when services are rendered.

Income from Investments/other income is recognized on accrual basis.

Interest on deployment of surplus funds is recognized using the time proportionate method based on underlying interest rates.

1.6 Inventories

Inventories are carried at the lower of cost and net realizable value. The comparison of cost and net realizable value is made on an item-by-item basis. Cost comprises purchase price and all incidental expenses incurred in bringing the inventory to its present location and condition.

The method of determination of cost is as follows:

- Spares and Consumables are valued at cost.
- Raw-Materials & Intermediates are valued at weighted cost – (net of MODVAT)
- Work-in-Process is valued at material cost plus direct Manufacturing Expenses.
- Finished Goods are valued at the lower of cost or net Realisable value. Cost includes cost of conversion and other expenses incurred in bringing the goods to their location and condition inclusive of Excise Duty.
- Saleable / disposable stock of scrap is valued at estimated realizable value. Provision for inventory obsolescence is assessed annually and is provided as and when considered necessary.

1.7 Foreign exchange transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the respective transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss statement of the year, except that exchange differences related to acquisition of fixed assets from a country outside India are adjusted in the carrying amount of the related fixed assets.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the profit and loss statement except those related to acquisition of fixed assets from a country outside India which are adjusted in the carrying amount of the related fixed assets. Where an underlying import/export is covered, it is recognized at the rate at which the exchange is covered. Where the transaction remains uncovered, it is recognized on mark to market basis as on 31st March 2014.

Net exchange fluctuation gain is accounted as other income and loss is accounted as other expenses.

1.8 Provisions and contingent liabilities

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognized when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

1.9 Income taxes

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year) provided in the books of accounts.

2.1 SHARE CAPITAL

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Authorised		
Equity shares		
140,00,000 (previous year 140,00,0000), Rs.10 par value	1,400.00	1,400.00
Preference shares		
6,00,000 (previous year. 600,000) cumulative, redeemable preference shares of Rs 100 par value	600.00	600.00
	2,000.00	2,000.00
Issued		
Equity shares		
83,73,700 (previous year 83,73,700), Rs. 10 par value	837.37	837.37
	837.37	837.37
Subscribed and fully Paid up		
Equity shares		
83,73,700 (previous year83,73,700), Rs .10 fully paid up	837.37	837.37
	837.37	837.37
Forfeited shares		
408,000(previous year 408,000) equity shares of Rs 10 par value	40.80	40.80

Clause (a) (b) (c) – The Authorised Capital comprises of equity shares and non convertible redeemable preference shares. The Issued and Fully Paid-up Capital comprise of equity shares having a par value of Rs.10 each.

(Rs. in Lacs)

Particulars	As at 31st March 2014	As at 31st March 2013
Authorised:		
(i) 1,40,00,000 Equity shares of Rs.10 Each	1,400.00	1,400.00
(ii) 6,00,000 Non-convertible Redeemable Cumulative Preference Shares of Rs.100 Each	600.00	600.00
	2000.00	2000.00
Issued, Subscribed and Fully paid up:		
83,73,700 Equity Shares of Rs.10 Each	837.37	837.37
	837.37	837.37

Clause (d) – Reconciliation of number of shares

Particulars	31st March 2014		31st March 2013	
	Number of shares	Amount (Rs. in Lacs)	Number of shares	Amount (Rs. in Lacs)
Equity Shares				
Opening Balance	83,73,700	837.37	83,73,700	837.37
Changes during the year	-	-		
Closing Balance	83,73,700	837.37	83,73,700	837.70



Clause (e) – Rights, preference and restrictions attached to shares

Equity Shares:

The Company has one class of equity shares having a par value of Rs.10 each. Each share holder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting.

Clause (f) – Shares held by holding company and its subsidiaries – Not Applicable

Clause (g) – particulars of shares held by shareholders holding more than 5% of the aggregate shares in the company:

Particulars	As at 31st March 2014	As at 31st March 2013
EQUITY SHARES		
M/s. Balaji Trading Enterprises Private Limited (No. of shares)	26,32,200	26,32,200
% of holding	31.43	31.43

Clause (h) – Shares reserved for issue under options and contracts/ commitments for the sale of shares – Not applicable

Clause (i) – Shares allotted in the preceding five years without payment being received in cash / by way of bonus shares / shares bought back – Not Applicable

Clause (j) – Terms of any securities convertible into issued along with the earliest date of conversion – Not Applicable

Clause (k) – Calls unpaid – Not Applicable

Clause (l) – Forfeited shares

(Rs. in Lacs)

Particulars	As at 31st March 2014	As at 31st March 2013
EQUITY SHARES		
4,08,000 (previous year 4,08,000) shares of Rs.10 par value	40.80	40.80

The reconciliation of the number of equity shares outstanding is set out below:

Particulars	As at 31st March 2014	As at 31st March 2013
Shares outstanding at the beginning of the year	83,73,700	83,73,700
Shares issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	83,73,700	83,73,700

2.2 Reserve and Surplus

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Capital Reserves		
Opening Balance	196.33	196.33
Add: Amount transferred from statement of profit and loss account		
Less: Amount utilized		
Closing Balance	196.33	196.33
Capital Redemption Reserve		
Opening Balance	86.75	86.75
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	86.75	86.75
Securities Premium Account		
Opening Balance	294.45	294.45
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	294.45	294.45
General Reserve		
Opening Balance	20.00	20.00
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	20.00	20.00
Surplus / (deficit) balance in the statement of profit and loss account		
Opening Balance	508.02	498.74
Add: Profit/ (Loss) for the year	(221.32)	9.28
Less: Amount utilised		
Transfer to capital reserves, Capital redemption reserve and other reserves		
Closing Balance	286.70	508.02
	884.23	1,105.55

2.3 Long term borrowings

Particulars	As at 31 March 2014	As at 31 March 2013
Secured- Considered good		
Term loans		
from banks		
State Bank Of India	84.52	180.35
(secured by fixed assets of the Company on pari passu charge with State Bank of Hyderabad and Guaranteed by directors in their personal capacity)		
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default	NIL	
2. Amount	NIL	



<p>Long term maturities of finance lease obligations (Secured by motor Vehicle under Hypothecation) Repayment tenure of 36 months ending Oct 2015 In case of continuing default as on the balance sheet date in repayment of loans and interest</p> <p>1. Period of default NIL 2. Amount NIL</p>	2.91	6.31
	87.43	186.66
<p>Unsecured -considered good Public Deposits Repayable on maturity depending on the period of deposit more than 1 year In case of continuing default as on the balance sheet date in repayment of loans and interest</p> <p>1. Period of default NIL 2. Amount NIL</p>	34.95	53.05
<p>Loans and advances from related parties from Group Company-Balaji Trading Enterprises Private Limited Repayable for a period of 3 years with 14% rate of Interest In case of continuing default as on the balance sheet date in repayment of loans and interest</p> <p>1. Period of default NIL 2. Amount NIL</p>	96.00	51.30

2.4 Deferred tax liabilities (Net)

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
As per last Balance Sheet	414.04	415.72
Add : Deferred tax liability for the year (Net)	(24.19)	(1.68)
Closing Balance	389.85	414.04
	520.80	518.39
	608.23	705.05

Note on Deferred Tax Liability

Particulars	01.04.2013 (x)	2013-14 (y)	31.03.2014 (x+y)
Deferred Tax Liability (Net):			
Deferred Tax Liability as on 01.04.2013	415.72		
i) Difference between book and Tax Depreciation		(25.32)	
Total Deferred Tax Liability (A)		(25.32)	
Deferred Tax Assets	1.68		
i) Provision for Gratuity			
ii) Provision for Leave Encashment		(1.13)	
Total Deferred Tax Assets (B)		(24.19)	
Total	414.04	(24.19)	389.85

2.5 Other long term liabilities

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Trade Payables		
- due to micro and small enterprises		-
- others creditors	12.05	23.99
Others		
Security Deposit	10.82	10.85
	22.87	34.84

2.6 long term provisions

Particulars	As at 31 March 2014	As at 31 March 2013
Others (Specify nature)		
Provision for pending sales tax forms and other sales tax disputes	1.01	1.01
Others provision (Reserve for bad debts)	27.55	
	28.56	1.01



2.7 Short term borrowings

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
<p>Secured - Considered Good</p> <p>Loans repayable on demand</p> <p>Cash credit from banks - State Bank of India (Includes Rs. NIL as buyers credit on short term repayable with in one year). (Secured by 1. Entire current assets of the company, viz, RM, SIP, FG, receivables, spares consumables and other current assets on pari passu basis with SBH. 2. Also secured by second charge over Factory Land and Building at Panjetty village, Ponneri Taluk, Thiruvallur Dist. & second charge on Plant & Machinery and other Fixed Assets belonging to the company at Panjetty village & Athipedu village on pari-passu basis with SBH. 3. Extension of EM of Agri Land of 28 acres at Anumallipadu village, i.e., 10 acres belonging to Sri G.V. Gopinath & 18 acres belonging to Sri G.V. Balaji on pari-passu basis with SBH. 4. Guaranteed by promoter directors & their relatives in their personal capacity) In case of default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL - State Bank of Hyderabad (Includes Rs.233.43 Lacs as buyers credit on short term repayable within one year). (Secured by 1. Pari-passu first charge on the entire current assets of the company, viz, RM, SIP, FG, receivables, spares, consumables etc. 2. Also secured by EM of Agri Land of 28 acres at Anumallipadu village, i.e., 10 acres belonging to Sri G.V. Gopinath & 18 acres belonging to Sri G.V. Balaji on pari-passu basis with SBI. 3. Pari-passu second charge over Company's Fixed asstes specifically charge to the term lenders. 4. Guaranteed by promoter directors & their relatives in their personal capacity)</p>	3,073.55	3,376.29
	1,165.78	1,005.35
	4,239.33	4,381.64
<p>Unsecured</p> <p>Loans repayable on demand</p> <p>Others From other parties In case of default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL</p> <p>Deposits Public Deposits (Repayable on maturity depending on the period of deposit less than 1 year) In case of continuing default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL</p>	150.00	0.00
	29.05	17.25
	179.05	17.25
	4,418.38	4,398.89

Note:

Working capital facilities of Rs.4239.33 Lacs (previous year Rs.4381.64 Lacs) with State Bank of India and State Bank of Hyderabad are secured by way of first pari passu charge on the current assets of the company situated in the company premises or in transit

Nature of Working Capital Facility	As on 31.03.2014		As on 31.03.2013	
	State Bank of India	State Bank of Hyderabad	State Bank of India	State Bank of Hyderabad
Cash Credit	487.23	604.88	822.13	458.51
EPC/ PCFC	609.97	252.84	470.57	266.68
Standby credit	84.44	-	87.42	-
IOCL – DCA	1159.67	-	897.19	-
IOCL – CS	285.06	-	297.49	-
Bills discounting	280.16	16.28	425.70	118.92
Buyers Credit	-	233.43	-	77.02
ILC	167.02	58.35	375.79	84.22
Total	3073.55	1165.78	3376.29	1005.35

2.8 Trade payables

(Rs.in lakhs)

Particulars	As at 31 March 2014	As at 31 March 2013
Trade Payables		
- due to micro and small enterprises		-
- others creditors	2,479.03	924.32
	2,479.03	924.32

2.9 Other current liabilities

Particulars	As at 31 March 2014	As at 31 March 2013
Current maturities of long-term debt (secured by fixed assets of the Company on pari passu charge with State Bank of Hyderabad and Guaranteed by directors in their personal capacity)	96.36	97.45
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default	NIL	
2. Amount	NIL	
Current maturities of finance lease obligations (Secured by motor Vehicle under Hypothecation)	5.39	7.86
Repayment tenure of 36 months ending Oct 2015		
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default	NIL	
2. Amount	NIL	
Interest accrued but not due on borrowings		
Other payables		
Sales Tax Payable	37.78	0.21
TDS payable	7.77	5.56



Service Tax payable	3.09	3.81
TCS payable	0.08	0.08
Sundry creditors for purchase of Fixed Assets	0.48	0.70
Unclaimed dividends	10.87	15.28
Payable for job work, goods and services	-	-
	161.82	130.95

Note for 2.3 and 2.9

(Rs.in lakhs)

Nature of facility	As at 31st March 2014	As at 31st March 2013
Medium Term Loan with SBI	180.88	277.80

Term Loan (Including Medium Term and Corporate Loans) and working capital facilities from State Bank of India are secured by pari passu charges on the fixed assets and current assets of the company and also secured by personal guarantees of directors Sri.G.P.N.Gupta, Sri.G.Radhakrishna, further secured by personal guarantees of Sri G. Sudhakar, Sri.G.V.Gopinath and Sri.G.V.Balaji.

2.10 Short term provisions

(Rs.in lakhs)

Particulars	As at 31 March 2014	As at 31 March 2013
Provision for employee benefits		
Salary & Reimbursements	59.02	40.66
Contribution to PF/ ESIC	5.27	3.34
Gratuity	29.29	18.11
Compensated absences	3.79	6.81
Superannuation	0.60	0.00
Leave travel & Medical expenses-Directors	10.04	9.25
Employee related	2.48	0.29
Others (Specify nature)		
Provision for taxation(Net)		
Provision for Electricity Charges	21.93	21.90
Provision for Freight & Clearing	23.78	14.90
Provision for Excise duty on Finished Goods	8.31	31.96
Provision - Interest on deposits accrued not due	3.29	3.97
Provision for Commission on sales	155.31	104.18
Provision for Job work charges	7.82	0.00
Provision for Expenses	12.88	3.58
	343.81	258.95

2.11 - Fixed Assets

(Rs. in lacs)

Fixed Assets	Gross Block				Accumulated Depreciation			Net block	
	As at 1 April 2013	Additions	Deletion	Sub total 31 March 2014	As at 1 April 2013	Depreciation charge for the apr' 13 to Mar'14	Deductions/ Other adjustments	As at 31 Mar 2014	As at 31 March 2013
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Tangible Assets									
Land									
Owned	74.28	-		74.28		-		74.28	74.28
Assets under lease									
Buildings									
Owned	1,016.08	-	8.24	1,007.84	377.14	33.75	0.76	597.71	638.94
Assets under lease									
Leasehold improvements									
Plant and Equipment									
Owned	2,696.05	14.42	296.93	2,413.54	1,259.08	133.31	78.04	1,099.19	1,436.97
Assets under lease									
Furniture and Fixtures									
Owned	88.71	1.13	8.28	81.56	49.86	4.23	3.51	30.98	38.85
Assets under lease									
Vehicles									
Owned	42.35	0.32	14.76	27.91	18.42	2.99	7.94	14.44	23.93
Assets under lease	19.18	-		19.18	0.78	1.85		16.55	18.40
Office equipment									
Owned	142.18	5.07	0.44	146.81	109.05	6.63	0.45	31.58	33.13
Assets under lease									
Electrical & Electronic equipments									
Owned	235.14	-	13.46	221.68	131.25	10.42	4.60	84.62	103.90
Assets under lease									
	4,313.97	20.94	342.11	3,992.80	1,945.58	193.18	95.30	2,043.46	2,368.40

Disclosure pursuant to Note no. I (iv) and J(iii) of Part I of Schedule VI to the Companies Act, 1956 - Nil



2.12 Non Current investments

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Investment in Equity instruments- Unquoted-at cost		
In Jumbo Bag LLC	2.27	2.27
Engineered power resources india pvt Ltd., 5230 shares @ Rs.10 per share; Previous year - 3380 Shares @Rs.10 per share	0.53	0.34
	2.80	2.61

2.13 Long term loans and advances

Particulars	As at 31 March 2014	As at 31 March 2013
Other loans and advances		
unsecured, considered good		
Earnest Money Deposit	0.07	0.07
Advance Tax on FBT	0.87	0.87
Cenvat receivable/deposit	11.52	11.52
Electricity & other deposits	66.28	67.89
Rental deposits	27.63	90.66
Telephone deposits	0.21	0.21
Government agencies	-	2.16
	106.58	173.38

2.14 Other non current assets

Particulars	As at 31 March 2014	As at 31 March 2013
Long term trade receivables (including trade receivables on deferred credit terms)		
Unsecured, considered good	26.50	23.40
Less: Provision for doubtful debts unsecured, not considered good		27.55
Provision for Doubtful debts	27.55	(2.75)
	54.05	48.20

2.15 Inventories

Particulars	As at 31 March 2014	As at 31 March 2013
Raw Materials and components (Valued at lower of cost or Net Realisable value)	308.53	142.09
Goods-in transit	181.45	48.97
Net	489.98	191.06
Work-in-progress (Valued at lower of cost or Net Realisable value)	1,225.07	1283.47
Finished goods (Valued at lower of cost or Net Realisable value)*	75.51	290.52
Scrap (Valued at lower of cost or Net Realisable value)	3.10	2.11
Stores and spares (Valued at lower of cost or Net Realisable value)	75.14	71.13
	1,868.80	1,838.29

* includes Excise duty on FG stock.

2.16 Trade receivables

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Debts outstanding for period exceeding six months Unsecured, considered good	54.06	99.39
	54.06	99.39
Other debts Unsecured, considered good	3,961.12	3,151.71
	3,961.12	3,151.71
	4,015.18	3,251.10

Trade Receivable stated above include debts due by the group under the same management

Particulars	As at 31 March 2014	As at 31 March 2013
Stanpacks (India) Ltd.,	116.22	97.75
JBL Saks (P) Ltd.,	36.05	38.40
Jumbo Bag LLC	161.19	225.55
GF Impex Pvt Ltd.,	28.58	0.78
Balaji Trading Enterprises Pvt Ltd.,	381.60	21.56
Dinesh Polyfab Pvt Ltd.,	11.00	8.78
	734.64	392.82

2.17 Cash and cash equivalents

Particulars	As at 31 March 2014	As at 31 March 2013
Cash Balance	35.62	26.65
Balance with banks	3.80	3.08
Other Bank balances		
Earmarked Balances (eg unpaid dividend accounts)	10.87	15.28
Margin money	161.75	160.96
Bank deposits with more than 12 months maturity	-	-
	212.04	205.97

2.18 Short term loan and advances

Particulars	As at 31 March 2014	As at 31 March 2013
Others		
Unsecured, considered good		
Rental deposits	52.60	-
Advance for Capital Goods	-	9.54
Cenvat receivable	46.55	44.41
VAT receivable	0.20	7.84



Service tax receivable	9.60	17.41
TCS receivable	0.64	0.64
Interest receivable on bank deposits / others etc.	11.94	14.01
Interest receivable on customers	34.14	33.91
Prepaid expenses	65.58	40.17
MEPZ towards ECGC premium	0.85	0.52
Rebate Claim & Duty Drawback receivable	131.31	147.69
Focus products scheme	82.13	187.23
Staff advance	5.55	14.96
Provision for taxation(Net)	66.79	25.92
	507.88	544.25

2.19 Other current assets

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Claims receivables- TUFF	5.53	5.53
Insurance claim receivables on (Fixed Assets+Stocks)	1,099.58	
	1,105.11	5.53

2.20 Sale of Manufactured Products

Particulars	As at 31 March 2014	As at 31 March 2013
Sales - Exports	3,731.53	4,273.25
Sales - Domestic	3,388.92	3,422.63
Sub Total	7,120.45	7,695.88
Add: Excise Duty	458.59	473.37
Add: Sales tax	56.39	54.71
Gross Turnover	7,635.43	8,223.96
Less: Excise duty	458.59	473.37
Less: Sales tax	56.39	54.71
Sale of Manufactured products (Net)	7,120.45	7,695.88

2.21 Sale of Trading Products

Particulars	As at 31 March 2014	As at 31 March 2013
Sale of Trading Products	851.72	697.13
Add: Excise Duty	44.16	93.54
Add: Sales tax	44.54	36.06
Gross Turnover	940.42	826.73
Less: Excise duty	44.16	93.54
Less: Sales tax	44.54	36.06
Sale of Trading products (Net)	851.72	697.13

2.22 Sale of services

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Income from Job work charges	0.55	6.37
Commission on sales	101.86	83.15
Early payment incentive	17.86	24.21
	120.27	113.73

2.23 Other operating revenues

Particulars	As at 31 March 2014	As at 31 March 2013
Sale of scrap (net)	89.10	85.77
Focus product Scheme	62.70	75.12
Interest Income (IOCL operations)	83.23	20.50
	235.03	181.39

2.24 Other income

Particulars	As at 31 March 2014	As at 31 March 2013
TUF Interest received		-
Interest Income (bank FD+others)	12.34	20.37
Exchange gain (net)		53.32
Profit on sale of fixed assets		-
Excise duty drawback	0.35	10.56
Miscellaneous Income / Other Income	12.57	3.41
	25.26	87.66

2.25 Cost of material consumed

Particulars	As at 31 March 2014	As at 31 March 2013
Raw materials and packing materials consumed		
Opening stock	142.09	280.78
Add: Purchases	5,411.14	4,332.61
Less: Closing stock	308.53	142.09
	5,244.70	4,471.30

2.26 Purchases of stock in trade

Particulars	As at 31 March 2014	As at 31 March 2013
Purchase of traded goods	836.68	651.78
Others		
	836.68	651.78



2.27 Change in inventory of finished goods, work-in-progress and stock in trade (Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Opening stock		
Finished goods	290.52	437.11
Work-in-progress	1,283.47	1,025.15
Goods in transit	48.97	440.41
Scrap	2.11	3.87
Less: Closing stock		
Finished goods	75.51	338.60
Work-in-progress	1,225.07	1,283.47
Goods in transit	181.45	48.97
Scrap	3.10	2.11
	139.94	233.39

2.28 Employee benefits expense

Particulars	As at 31 March 2014	As at 31 March 2013
Salaries, wages (sub-contractor charges to be excluded)	457.73	474.13
Bonus and Exgratia	30.62	24.03
Contribution to provident fund / ESIC and other funds	33.96	19.34
Contribution to Gratuity fund	14.18	7.94
Workmen and staff welfare expenses	114.78	117.41
Directors remuneration	54.03	49.54
	705.30	692.39

Details of Directors Remuneration

Profit and Loss statement includes payment/ provision on account of remuneration to managerial personnel given as under:

(Rs. in Lacs)

Details of Directors' Remuneration	2013-14	2012-13
Salary and Allowances	48.63	44.12
Perquisites	0.90	0.92
Contribution to Superannuation Fund	4.50	4.50
<i>The computation of profit under section 349 of the Companies Act, 1956 is not considered necessary as the managerial remuneration that is paid minimum remuneration based on the effective capital of the company as prescribed under Schedule XIII of the said Act.</i>		
Total	54.03	49.54

2.29 Finance Cost

(Rs. in Lacs)

Particulars	As at 31 March 2014	As at 31 March 2013
Interest expense (instrument wise disclosure should be given)		
Medium Term Loan	33.41	52.63
Cash Credit	214.35	180.65
Buyers credit	1.24	15.92
Packing Credit	77.11	89.46
Bills Discounting (FUBD)	42.26	67.69
Others (banks)	25.12	20.53
Interest paid on Hire Purchase	1.19	0.86
Public deposits	7.39	8.14
Others (Other + interest on unsecured loan)	8.90	7.82
	410.97	443.70

2.30 Other expense

Particulars	As at 31 March 2014	As at 31 March 2013
Consumption of stores, loose tools and spare parts	107.20	141.66
Power and fuel	430.06	561.59
Rent	106.23	117.39
Repairs and maintenance:		
- buildings	15.06	3.76
- plant and machinery	10.55	21.32
- others	21.05	29.09
Rates and taxes, excluding, taxes on income	16.27	10.50
Watch & Ward	33.81	32.40
Insurance	8.14	8.19
Job work charges paid	396.56	421.30
Traveling and conveyance (Domestic)	38.98	39.24
Traveling and conveyance (Foreign)	34.03	40.37
Communication	34.66	28.77
Legal and professional fees	60.06	48.72
Auditor's remuneration	2.15	2.15
Internal Audit fees/others	4.06	3.28
Freight and clearing outward	188.34	248.50
ECGC premium paid	9.89	7.47
Sales rebate and discount allowed	-	-
Sales promotion	3.25	7.81
Certification fees	-	0.08
Foreign exchange loss	150.66	-
Sales commission	91.62	123.41
Bank charges	88.02	77.33
Testing charges	1.64	1.59
Loss on sale of fixed assets (net)	3.49	5.02
Research & Development expenses	-	7.24
Bad debts written off	23.97	12.23
Advances written off	-	-
Training and seminar expenses	1.73	0.48
Provision for bad debts	24.79	2.75
Books and periodicals	0.47	0.60



Advertisements	1.09	2.13
Management meeting expenses	0.52	1.13
Printing and stationery	11.28	10.62
Office Electricity	0.58	2.61
Membership and subscriptions	2.21	3.21
Sitting Fees	4.25	5.26
Office Maintenance	4.42	7.33
Excise duty on finished goods at stock valued	*(23.65)	31.96
Listing & Filing fees	0.77	0.77
Donations	0.68	1.11
Miscellaneous expenses	0.01	0.03
	1908.90	2,070.40

* Difference in Excise Duty on Finished Goods

3. Earnings per share

The basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive equity shares outstanding during the year.

4. Investments

Long term Investments are valued at cost less provision for diminution in value other than temporary, if any.

5. Employee Benefits

i Short Term - Short term employee benefits are recognized as an expense as per the Company's Scheme based on expected obligations.

ii. Post Retirement

Post retirement benefits comprise of provident fund, superannuation and gratuity which are accounted for as follows:

a) Provident fund

This is a defined contribution plan. Contributions in respect of staff and workers are remitted to provident fund authorities in accordance with the relevant statute and are charged to profit and loss statement as and when due. The Company has no further obligations for future provident fund benefits in respect of these employees other than its annual contributions.

b) Superannuation

This is a defined contribution plan. The Company makes contribution as per the scheme to superannuation Fund administered by Life Insurance Corporation of India. The Company has no further obligation of future superannuation benefits other than its annual contributions and recognizes such contributions as expense as and when due.

c) Gratuity

This is a defined benefit plan. Provision for gratuity is made based on actuarial valuation using projected unit credit method. Actuarial gains and losses, comprising of experience adjustments and the effects of changes in actuarial assumptions, are recognized immediately in the profit and loss statement as income or expense

6. Deferred Tax Liability

Deferred Tax resulting from timing difference between book and Tax profit is accounted for under liability method, at the current rate of tax, to the extent, the timing differences are expected to crystallize. The deferred tax charge or credit is recognized using prevailing enacted or substantively enacted tax rate. Where there is unabsorbed depreciation or carried forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax liabilities/assets are reviewed at each balance sheet date based on the law in force and shown net of assets/liabilities in the books.

7. Leases:

Leases are classified as finance or operating leases depending upon the terms of the lease agreements. Assets held under finance leases are recognized as assets of the Company on the date of acquisition and depreciated over their estimated useful life or period of lease. Initial direct costs under the financial lease are included as a part of the amount recognized as asset under the finance lease.

Rentals payable under operating leases are treated as revenue expenses as and when incurred with reference to terms of agreement.

Operating leases

The company is obligated under cancelable operating leases for Jumbo Bag Ltd, Athipedu factory rent which is renewable at the options of both the lessor and the lessee. The expense under the contracted lease amounts to Rs.80.22/-lakhs (previous year Rs.87.45/- lakhs) is recognized in the profit & loss statement

8. Custom duty

Custom duty is accounted as and when paid and on actual.

9. Borrowing Costs

As per the Accounting Standard 16 (AS 16), borrowing costs that are directly attributable to the cost of acquisition, construction, production of a qualifying asset are capitalized as a part of cost of such asset till the asset is installed/ put to use. Cost that are not directly attributable to the qualifying the asset are determined by applying a weighted average rate and are capitalized as a part of the cost of asset of such qualifying asset till the time asset is ready to use/ installed.

10. Dues to Micro, Small and Medium Enterprises:

The management has written to vendors requesting them to inform whether they would fall under the preview of Micro, Small and Medium Enterprises Act, 2001. Based on disclosure received, amount payable to such enterprises as at 31st March 2014 is Nil. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company which has been relied upon by the auditors.

11. Provisions made with regard to Fire Accident:

There was a major fire accident at our Athipedu unit on 23rd November 2013 and that led to complete shut down of the damaged factory premises for a period of 15 days. The company had to look for alternative locations to fulfil the orders and strived to keep the production going. However, fire accident has largely impacted the financial performance of the company after the second half of the financial year 2013-14. The company has put determined efforts to resurrect the performance in the last two quarters. The financial performance is expected to considerably improve in the current financial year with increase in business volume and value added customers.

The property damaged and destroyed in the fire includes Factory Building, Plant & Equipment, Electricals, Raw Materials and Stocks. The company had immediately filed the claim bill for the Fixed Assets and the stocks destroyed in fire with the Insurance companies' viz. United India Insurance Limited and New India Assurance Limited respectively. The total claim bill placed with respect to Fixed Assets amounted to Rs.388 Lacs and for stocks amounted to Rs.897 lakhs.

The amount considered in the financials after excess and possible deductions, duties and taxes is Rs.350 Lacs and for Fixed Assets on reinstatement/market value basis and Rs.731 Lacs for stocks. While the insurance company, upon the recommendation of the surveyor has made an interim on account payment of Rs.70 Lacs in the case of Fixed Assets, the claim process with the stock surveyor is still in process and no on account payment has yet been received.

On basis of the prevailing situation and to provide a reasonable and accountable financial statement to the stakeholders, the company has made the provisions/ adjustments in books of accounts under the head Exceptional items – Insurance claim receivable amounting to Rs.841 Lacs. Also, a sum of Rs.110 Lacs is considered as profit, being the difference between the book value and the reinstatement value of the assets proposed for reinstatement. A sum of Rs.1099 Lacs is shown as receivable from Insurance company under the Current Assets.



A brief particular on the subject is given below:

(Rs. in Lacs)

Particulars	Value of Assets lost as per claim bill	Claim Value (net of excess as per policy conditions)	Amount of claim considered in the books (net of duties and taxes to be paid to Govt)
Fixed Assets	388	368	350
Stocks	897	852	749
Total	1285	1220	1099

Upon settlement of the claim, there will be suitable revisions in the books of accounts as considered appropriate.

12. Earnings per share

EARNINGS PER SHARE	2013-14	2012-13
Profit available for equity share holder (Rs. in Lacs)	(221.32)	9.28
Number of Equity shares (Basic and diluted)	8,373,700	8,373,700
Earnings per Share (in Rs.)	(2.64)	0.11
Cash Earnings per Share (in Rs.)	(0.34)	2.53

13. Unhedged foreign Currency Exposure

Particulars	currency	Foreign Currency	31 st March 2014	31 st March 2013
Unhedged Foreign currency (Export/ Import)	US \$	US \$ 1673528	INR 1010.87 lacs	US\$ 636691 INR 347.32 Lacs

14. Particulars of demands by Income Tax, Sales Tax, Excise In Dispute and their status is as under:-

1. EXCISE DUTY/ SERVICE TAX:

	Description	Demand (including penalty) Rs.in Lacs	Amount not provided	Present status
1.1	Whether Value Of Deemed Export Shall Be Considered For Arriving At DTA Sale Eligibility(Difference Of Duty For Disallowed Deeded Export Portion	12.69	12.69	Appeal No:1130/03 Appeal filed with Supreme Court. (Appeal Admitted)
1.2	Advance Release Order (ARO)- non-payment of CVD	26.55	26.55	Matter remanded to original authority (commissioner), by CESTAT
1.3	Service Tax on Technical Know How Fee	3.71	3.71	Appeal filed with Commissioner (Appeals).
1.4	Third Party Export On Payment Of Duty Refund Sanctioned & Duty Demanded	2.77	2.77	Appeal filed in the High Court at Chennai on 6/7/2011
1.5	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.18	0.18	Appeal filed with The Commissioner(Appeal), ch-34

	Description	Demand (including penalty) Rs.in Lacs	Amount not provided	Present status
1.6	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.06	0.06	Appeal filed with The Commissioner (Appeal), ch-34
1.7	Rebate Claim Original Docs Missed-Unit-2	3.55	3.55	Appeal to be filed with the commissioner (Appeal) ch-34
1.8	Cenvat Credit Of Service Tax Of Fumigation services-Unit-2	0.12	0.12	Appeal to be filed with the commissioner (Appeal) ch- 34 Appeal Filed on 09.05.14
1.9	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.11	0.11	Appeal to be filed with the commissioner (Appeal) ch- 34 Appeal Filed on 09.05.14
	TOTAL	53.45	53.45	

2. INCOME TAX:

SI No.	Description	AY	Demand (including Penalty lakhs)	Present Status
2.1	Penalty levied u/s 271(1)	2005-2006	6.92	Have requested the Assistant Commissioner of IT to adjust the penalty against amount to be received on account of refund due from IT dept. on block assessment
2.2	Demand and penalty levied	2006-2007	6.91	Appeal made with CIT
2.3	Penalty levied u/s 271(1)	2007-2008	35.97	Appeal made with CIT
2.4	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2005-2006	39.85	Appeal made with CIT
2.5	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2006-2007	16.24	Appeal made with CIT
2.6	Notice u/s 143/(3) dt 14.03.14 – AY 2011-12	2011-2012	53.38	Appeal made with CIT
	TOTAL		159.27	

DISCLOSURE UNDER AS-15**15. Defined Contribution Plans:-**

- (a) Contribution to Provident Fund /ESI : 33.96 lacs
(b) Contribution to Superannuation Fund : 8.06 lacs

Defined Benefit Plans:-**Gratuity:- 14.18 lacs**

The Gratuity liability is covered by a Master Policy taken out with LIC of India under the Cash Accumulation scheme. The company during the year has done actuarial valuation as on 31.03.2014 and the estimated liability amounted to Rs.14.18 Lacs which is debited to P & L Statement.



Retirement Benefits:

Disclosure as required by Accounting Standard (AS) – 15 (Revised 2005) "Employee Benefits" issued by the Institute of Chartered Accountants of India are given below:

a) The amounts recognized in the statement of Profit and loss statement are as follows:

SI No.	Particulars	2013-14 (Rs. in Lacs)	2012-13 (Rs. in Lacs)
(i)	Present value of obligation at the beginning of the year	61.73	52.23
	Interest Cost	4.94	4.18
	Current Service Cost	4.50	5.80
	Benefits paid	(2.37)	(1.18)
	Actuarial (gain) / loss on obligation	4.59	0.70
	Present Value of obligation at the end of the year	73.39	61.73
(ii)	Fair value of plan assets at the beginning of the year	43.62	27.73
	Expected return on plan assets	2.85	2.74
	Contribution	-	14.33
	Benefits paid	(2.37)	(1.18)
	Actuarial gain / (loss) on plan assets	NIL	NIL
	Fair value of plan assets at the end of the year	44.10	43.62
(iii)	Amounts recognized in the balance sheet		
	Present Value of obligation as at the end of the year	73.39	61.73
	Fair Value of plan at the end of the year	44.10	43.62
	Funded status of the plan – (asset) / liability	(29.29)	(18.11)
	Net Assets / (liability) recognized in Balance Sheet	(29.29)	(18.11)
(iv)	Amounts recognized in the statement of Profit and Loss		
	Current Service Cost	4.50	5.80
	Interest Cost	4.94	4.18
	Expected return on plan assets	(2.85)	(2.74)
	Net Actuarial (gain)/loss recognized in the year	4.59	0.70
	Expenses recognized in the statement of profit and loss	11.18	7.94
	Principal actuarial assumptions		
	Discount Rate	8%	8%
	Salary Escalation	5%	5%
	Expected Return on plan assets	8%	8%

The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

16. Segmental Reporting

Information given in accordance with the requirement of Accounting Standard 17, on Segment Reporting. Company's business segments are as under:

Manufacturing:

Manufacture of Flexible intermediate bulk container packaging material used for industrial purposes.

Trading:

Trading of Polymers.

Segment Accounting Policies:

- Segment accounting disclosures are in line with accounting policies of the Company.
- Segment Revenue includes Sales and other income directly identifiable with / allocable to the segment.
- Expenses that are directly identifiable with allocable to segments are considered for determining the Segment Result.
- Major portion of segment liabilities and Assets relates to manufacturing segment
- The company has no Secondary Reportable Segment.
- Regrouping done wherever necessary.

Segment-wise Reporting as per the format under clause 41 of the Listing agreement

Particulars	Year to Date figures for current period ended 31.03.2014	Year to Date figures for previous period ended 31.03.2013
	Rs. in lacs	Rs. in lacs
1. Segment Revenue		
(Net Sales / Income from each segment should be disclosed under this head)		
(a) Segment A - Manufacturing Business	7298.06	7950.80
(b) Segment B - Trading Business	1054.67	824.99
(c) Unallocated	-	-
Total	8352.73	8775.79
Less: Inter Segment Revenue		-
Net Sales / Income from Operations	8352.73	8775.79
2. Segment Results - Profit (+) / Loss (-) before tax and interest from each segment		
(a) Segment A - Manufacturing Business	10.19	328.89
(b) Segment B - Trading business	155.27	125.34
(c) Unallocated	-	-
Total	165.46	454.23
Less: (i) Interest	410.97	443.70
(ii) Other Un-allocable Expenditures Net off		
(iii) Unallocable Income		-
Total Profit before tax	(245.51)	10.53
3. Capital Employed		
(a) Segment A	1762.40	1983.72
(b) Segment B	-	-
(c) Unallocated	-	-
Total	1762.40	1983.72



Disclosures under Accounting Standard -18:-

17. RELATED PARTIES with whom transactions have taken place during the year.

(Rs. in lacs)

SI No.	Name of the Party	Nature of Relationship	Nature of Transaction	Transactions during the Year		Closing Balance as on Cr / (Dr)	
				2013-14	2012-13	31.3.2014	31.3.2013
1	Stanpacks (India) Limited	Associate Company	Job Work Charges Paid	20.81	17.36		
			Purchase of goods	37.78	39.96	(116.22)	(123.67)
			Sale of Goods	24.55	35.88		
			Interest received	-	2.02		
2	JBL Saks (P) Ltd	Associate Company	Sale of Goods	6.35	5.62	(36.05)	(38.40)
			Job Work Charges	-	4.83		
			Interest received	4.64	4.67		
			Purchase of Goods	1.31	1.77		
3	Jumbo Bag LLC	Associate Company	Sale	601.06	1002.60	(161.19)	(225.55)
4	G. Sudhakar	Key Management Personnel	Retainer Fees Rent	1.94	2.21		
5	G P N Gupta	Key Management Personnel	Remuneration	23.70	23.40		
6	G S Anil kumar	Key Management Personnel	Salary	17.25	17.25		
7	G P Ramraj	Key Management Personnel	Salary	17.45	17.77		
8	G.Sangeetha	Relative of Key Management Personnel	Rent	3.91	3.72		
9	G.R. Latha Rani	Relative of Key Management Personnel	Rent	6.85	6.58		
10	Balaji Trading Enterprises Pvt Ltd	Associate Company	Loan Received				
			Interest paid		2.16		
			Loan Received/ Interest paid Purchase Interest recvd	5.55 37.16	7.50	(381.60)	(21.56)
11	Dinesh polyfab Pvt. Ltd.	Associate Company	--	0.79	0.84	(11.00)	(8.78)
12	G.F.IMPEX	Associate Company	Interest received	0.89	5.24	(28.58)	(0.78)
			Total	811.99	1201.38		

18. Contingent Liabilities

Contingent Liabilities not provided for	As at 31 st March, 2014 (Rs. in Lacs)	As at 31 st March, 2013 (Rs. in Lacs)
a. In respect of guarantees given by the Company	510.00	510.00
b. Letter of credit for purchase of raw-materials	49.89	87.32
c. Claims not acknowledged as debts	Nil	Nil
d. Estimated amount of contracts remaining to be executed on Capital accounts, not provided for	Nil	Nil
e. Disputed amount of Central Excise	53.45	269.54
f. Disputed amount on Income Tax	159.27	105.89
g. Disputed TDS	6.51	6.33

No provision has been made in the accounts in respect of disputed amount of sales tax as the company has contested the case and is hopeful of getting the verdict in its favor. Certain claims/show cause notices disputed have neither been considered as contingent liability nor acknowledged as claim, based on the opinion obtained, since the possibility of loss is remote.

19. Expenditure in Foreign Exchange

Expenditures in Foreign Currency	2013-14 (Rs. in Lacs)	2012-13 (Rs. in Lacs)
i) CIF value of Imports	1434.67	2964.46
ii) Travel	22.70	40.37
iii) Commission (paid for previous years liability)	19.90	6.11
iv) Others (Testing Charges)	0.00	0.49

20. Foreign Exchange Earnings

Earnings in Foreign Currency	2013-14 (Rs. in Lacs)	2012-13 (Rs. in Lacs)
i) FOB Value of Exports	3592.19	4068.89

21. Balances of sundry debtors, creditors, advances & deposits received/paid are as per the books of accounts. Letters have been sent seeking confirmation of balances and replies from most of the cases are awaited. Adjustments, if any, will be made in the books of accounts on receipt of such confirmations.

22. Capacity and Production during the year 2013 – 2014

Capacity & Production	2013-14	2012-13
Class of Goods : Intermediate Flexible Containers, Fabric, Components of Jumbo Bags, Liner & Small Bags		
Licensed Capacity (in MT)	8,870.000	8,870.000
Installed Capacity (in MT)	6497.000	6497.000
Actual Production (in MT)	3657.927	5171.828

The Installed capacity is technically evaluated as certified by the management and accepted by auditors (per year on a continuous shift basis)



Description	2013-14		2012-13	
	Quantity in MT	(Rs. in Lacs)	Quantity in MT	(Rs. in Lacs)
a. Poly Propylene Granules	3922.831	3782.03	3969.020	3174.95
b. Others	1493.244	1623.91	2187.566	1858.96
Total	5416.075	5405.94	6156.586	5033.91
ii) Consumption of Imported & Indigenous Raw Material, Stores and Spares Parts and the percentage of each to the Consumption:-				
	% of Consumption	Total Value	% of Consumption	Total Value
a. Raw Material				
Import	22.75%	1291.08	59.87%	3013.74
Indigenous	77.25%	4114.87	40.13%	2020.17
Total	100.00%	5405.95	100.00%	5033.91
b. Stores and Spares				
Import	19.21%	20.59	6.28%	8.90
Indigenous	80.79%	86.61	93.72%	132.76
Total	100.00%	107.20	100.00%	141.66

	2013-14		2012-13	
	Qty in MTS	Value (Rs. in Lacs)	Qty in MTS	Value (Rs. in Lacs)
P. P. Bags , Fabric , Components of Jumbo Bags & Small Bags	3701.51	6807.13	5163.778	7533.73
	Closing Stock as on 31.03.2014		Closing Stock as on 31.03.2013	
	Qty in MTS	(Rs. in Lacs)	Qty in MTS	(Rs. in Lacs)
Finished Goods (Inclusive of Excise Duty)	45.39	75.51	174.584	290.52

The relevant information regarding Turnover, Production, Opening Stock and Closing Stock are given only in aggregate and no detailed breakup thereof is given as the items are too numerous to be conveniently grouped.

23. PREVIOUS YEAR FIGURES

Previous year's figures have been regrouped/ recast wherever necessary to confirm to this year's classification.

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.P.N. GUPTA
Managing Director

G.S. ANIL KUMAR
Director - Finance

Place: Chennai
Date: 13.08.2014

P. PREMA SONA BHARATHI
Company Secretary

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Jumbo Bag Ltd

CIN: L36991TN1990PLC019944

Regd Office: "S.K.Enclave" New No. 4 (Old No. 47),
Nowroji Road, Chetpet, Chennai - 600031

ATTENDANCE SLIP

Name of the Member

Name of Proxy if attending on behalf of the member

I certify that I am a Registered Shareholder / proxy for the Registered Shareholder of the Company. I hereby record my presence at the 24th Annual General Meeting of the Company 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 Thursday, the September 25th 2014.

Ledger Folio No.	
DP Id No. *	
Client Id No. *	
No. of shares held	
Mr. / Mrs. / Miss	

* Applicable for members holding shares in dematerialized form

.....

.....

Member's/ Proxy's name
(IN BLOCK LETTERS)

Member's / Proxy's Signature

Note: Please fill in this attendance slip and hand it over at the Entrance of the Meeting Hall.

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Jumbo Bag Ltd

CIN: L36991TN1990PLC019944

Regd Office: "S.K.Enclave" New No. 4 (Old No. 47),
Nowroji Road, Chetpet, Chennai - 600031

PROXY FORM

(Form No: MGT-11)

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Registered Address:	
E-mail ID:	
Folio/DP ID - Client ID:	

I/We being the member(s), holding _____ shares of the above named Company hereby appoint:

(1) Name: _____

Address: _____

E-mail ID: _____

Signature: _____, or failing him;

(2) Name: _____

Address: _____

E-mail ID: _____

Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 24th Annual General Meeting of the Company, to be held on Thursday, the 25th September 2014 at 10.30 a.m. at Sri Thyaga Brahma Gana Sabha, Sri P. Obul Reddy Hall, Vani Mahal, No. 103, G.N. Chetty Road, T. Nagar, Chennai – 600 017 and at any adjournment thereof, in respect of such resolutions as are indicated below:

Resolution No.	Resolution	Optional*		
		For	Against	Abstain
Ordinary Business:				
1	Adoption of Annual Accounts for the year ended 31st March 2014			
2	Reappointment of Sri G.P.N. Gupta as Director of the Company			
3	Reappointment of Sri G. Radhakrishna as Director of the Company			
4	Appointment of M/s. M. Srinivasan & Co., Chartered Accountants as Auditor of the Company			
Special Business:				
5	Ordinary Resolution for Appointment of Sri K.J.M. Shetty as Independent Director			

6	Ordinary Resolution for Appointment of Sri M. Rama Rao as Independent Director			
7	Ordinary Resolution for Appointment of Sri M.V. Ananthakrishna as Independent Director			
8	Ordinary Resolution for Appointment of Sri Gaddam Kumar Reddy as Independent Director			
9	Ordinary Resolution under Section 73 of the Companies Act, for Invitation and Acceptance of deposit from Members			
10	Ordinary Resolution for approval of Remuneration of Cost Auditor			
11	Special Resolution under Section 180(1)(c) of the Companies Act, 2013			

Note:

1. *It is optional to put an 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' or Abstain column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
2. Notwithstanding the above, the Proxies can vote on such other items which may be tabled at the meeting by the members present.

Signed this ____ day of _____ 2014

Signature of Proxy holder

Signature of Proxy holder

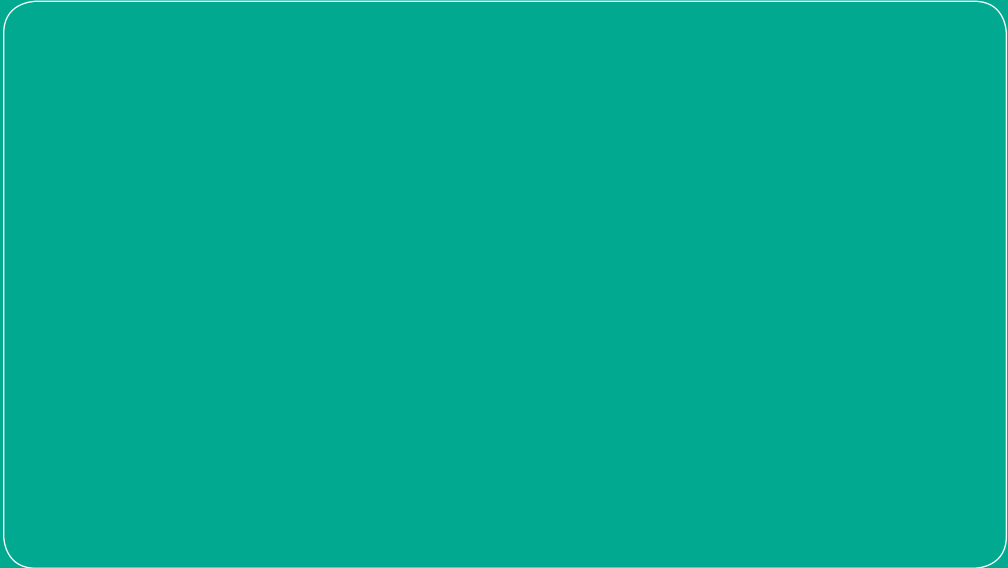
Affix Re.1/-
Revenue
Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the Company.
3. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 24th Annual General Meeting.
4. Please complete all details including details of member(s) in above box before submission.
Affix Rs.1/- Revenue Stamp

Registered Book Post/Courier

To



If undelivered, please return to:



JUMBO BAG LTD.

ISO 9001 & 14001

"S.K. ENCLAVE", New No. 4, (Old No. 47), Nowroji Road,
Chetpet, Chennai - 600 031. Tamil Nadu, India.

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E-mail : info@blissgroup.com Website: www.jumbobaglimited.com