



# **ANNUAL REPORT 2012**

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**JOLLY PLASTIC INDUSTRIES LIMITED**

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**NOTICE**

Notice is hereby given that the **Thirtieth Annual General Meeting** of the Members of the Company will be held on Saturday, 29<sup>th</sup> September, 2012 at 11:00AM at the registered office of the company at Registered Office: 910-913 Star Plaza, Phulchhab Chowk, Rajkot- 360003 (Gujrat) to transact the following business:

**Ordinary Business**

1. To receive, consider and adopt the Audited Accounts for the year ended 31<sup>st</sup> March, 2012 and the Auditors and Directors Reports thereon.
2. To appoint a director in place of Mr Dharmesh Arvindbhai Patel who is liable to retire by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors of the company M/s D. Khurana & Company Chartered Accountants to hold office from the conclusion of ensuing meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

**SPECIAL BUSINESS**

To consider and if thought fit, to pass with or without modification(s) if any, the following ordinary resolution:

1. RESOLVED THAT Mr. Kishore Saxena, who was appointed as Additional Director by the board to hold office up to the date of ensuing Annual General Meeting, and in respect of whom a notice under section 257 of the Companies Act, 1956 has been received from himself signifying his intention as a candidature for the office of the Director be and is hereby elected and appointed as Director of the Company, liable to retire by rotation.

By the Order of the Board  
For **JOLLY PLASTIC INDUSTRIES LIMITED**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Director)

**ANNEXURE TO THE NOTICE****Explanatory statement pursuant to the provision of Section 173 of the Companies Act, 1956 in respect to the special business:****Item No-4**

Mr. Kishore Saxena was appointed as Additional Director of the Company on 16<sup>th</sup> Feb, 2012 and is liable to retire at the ensuing Annual General Meeting. The Company has received a notice under section 257 of the Companies Act, 1956 along with a requisite deposit of Rupees Five hundred from himself proposing his appointment for the office of the Director of the Company. Considering the vast experience of Mr. Kishore Saxena, your Board recommend for his re-appointment as Director of the Company.

Except Mr. Kishore Saxena, none of the Director is interested or concerned in the resolution.

By the Order of the Board  
For **JOLLY PLASTIC INDUSTRIES LIMITED**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Director)

**NOTES:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THAT MEETING.**
2. **EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT 1956 IN RESPECT OF SPECIAL BUSINESS SET OUT IN THE NOTICE IS ANNEXED HERETO**
3. REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS WILL BE CLOSED FROM MONDAY 24<sup>TH</sup> SEPTEMBER, 2012 TILL SATURDAY, 29<sup>TH</sup> SEPTEMBER, 2012 (BOTH THE DAYS INCLUSIVE).
4. MEMBERS ARE REQUESTED TO PLEASE NOTIFY IMMEDIATELY ANY CHANGE IN THEIR ADDRESSES TO THE COMPANY.
5. MEMBERS/PROXIES SHOULD BRING THE ATTENDANCE SLIP DULY FILLED IN FOR ATTENDING THE MEETING.
6. SHAREHOLDERS SEEKING ANY INFORMATION WITH REGARD TO ACCOUNTS ARE REQUESTED TO WRITE WELL IN ADVANCE SO AS TO REACH THE COMPANY AT LEAST 7 DAYS PRIOR TO THE ANNUAL GENERAL MEETING TO ENABLE THE MANAGEMENT TO KEEP THE INFORMATION READY AT THE AGM.
7. THE MEMBER ARE REQUESTED TO:-
  - a. INTIMATE CHANGES IF ANY IN THEIR ADDRESS TO THE COMPANY OR TO THE REGISTRAR AND SHARE TRANSFER AGENT OF THE COMPANY, M/s SKYLINE FINANCIAL SERVICES (P) LTD. AT D-153A, OKHLA INDUSTRIAL AREA, PHASE-I, DELHI-110020.PH-011-26812682
  - b. QUOTE FOLIO NUMBER IN ALL THEIR CORRESPONDENCE WITH THE COMPANY.
  - c. BRING THEIR COPIES OF ANNUAL REPORT INCLUDING ATTENDANCE SLIP AT THE VENUE FOR THE AGM.
8. MEMBER HOLDING SHARES IN PHYSICAL FORM ARE REUQUESTED TO LODGE SHARE TRANSFER, TRANSMISSION AND INTIMATE CHANGES, IF ANY, IN THEIR REGISTERED ADDRESS, BANK ACCOUNT AND MANDATE DETAILS, RESIDENTIAL STATUS ETC. QUOTING THEIR FOLIO NUMBER(S) TO COMPANY'S SHARE TRANSFER AGENT.

**DIRECTORS REPORT**

To,  
The Members  
**JOLLY PLASTIC INDUSTRIES LIMITED**

Your Directors have pleasure in presenting the 30th Annual Report on the business, operations and financial performance of the company during the financial year ended 31<sup>st</sup> March 2012.

**FINANCIAL RESULTS****(₹ In lacs)**

Particulars	For The Year Ended	
	31 <sup>st</sup> March 2012	31 <sup>st</sup> March, 2011
Sales/Operating Income	<b>59.76</b>	80.40
Other Income	—	18.70
Expenses:-		
Purchase of Stock in trade	<b>288.21</b>	77.22
Changes in Inventories of Stock In Trade	<b>(233.45)</b>	—
Employee Benefit Expenses	<b>0.46</b>	1.50
Depreciation and Amortisation Expenses	<b>0.19</b>	0.48
Administrative & Other expenses	<b>3.94</b>	1.14
Gross Profit/ (Loss) after interest but before depreciation & taxation	<b>0.41</b>	18.76
Less: Previous Year Tax Adjustment	<b>(2.90)</b>	—
Less: Current Year Tax	<b>0.08</b>	2.90
Profit/(Loss) after tax	<b>3.23</b>	15.86

Yours Director would like to state that as per notes to account Point No. 12 regarding share application money pending for preferential allotment has now been allotted to applicant on 02/05/2012 and the same has been intimated to Stock Exchange and other Government Authorities.

**BUSINESS REVIEW**

The year has ended with a Net Profit after Tax of ₹ 3,23,453/- as against Net Profit after Tax of ₹ 15,85,891/- of last year. The Company is trying its best to keep its expenses in check in spite of inflationary trends and to expand the business of the Company. Baring unforeseen circumstances- we expect better performance in the current year by trading and investing cautiously.

**DIVIDEND**

In view of accumulated losses, no dividend is being recommended.

**CORPORATE GOVERNANCE**

Your Company is committed to maintain the highest standards of Corporate Governance. Your Director adhere to the stipulations set out in the Listing Agreement with the Stock Exchanges and have implemented all the prescribed requirements.

**A separate report on Corporate Governance as stipulated, under Clause 49 of the Listing Agreement, with the Stock Exchanges are made part of the Report.**

**A Certificate from the Auditors of the Company M/S D. KHURANA & CO. confirming compliance of conditions of Corporate Governance as stipulated in Clause 49 is annexed to this report.**

**Listing Status:**

Your Company is listed on Bombay Stock Exchange and Ahmedabad Stock Exchange.

**BOARD OF DIRECTORS**

Following director has been appointed as Additional Director. Being eligible he offer himself for his re-appointment as director. As he is having vast experience & knowledge of Stock Market, the board also recommends his re-appointment:-  
Mr. Kishore Saxena

Your board has a Non-Executive Chairman and the number of Independent Directors is half of the total strength of Directors. The composition of the board is in conformity of Clause 49 of the Listing Agreement.

Your board of directors consist of the following four directors:-

1. Mr. Braj Mohan Sigh : (Chairman & Non Executive Independent)
2. Mr. Kishore Saxena : (Non Executive Independent)
3. Mr. Dharmesh Bhai Patel : (Non Executive and Non Independent)
4. Mr. Shyam Mohan Mittal : (Managing Director and Executive)

**DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to Section 217 (2AA) of the Companies Act, 1956, it is hereby confirmed:

1. That in the preparation of the accounts for the financial year ended 31<sup>st</sup> March, 2012 the applicable Accounting Standards have been followed along with proper explanation relating to material departures.
2. That the directors have 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 of the company for the year under review.
3. That 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.
4. That the Directors have prepared the accounts for the financial year ended 31<sup>st</sup> March, 2012 on a going concern basis.

**AUDITORS**

**M/s D. Khurana & Co; Chartered Accountants** holds office of the Statutory Auditors of the Company until the conclusion of the ensuing Annual General Meeting is eligible for re-appointment.

The Company has received certificate from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224 (IB) of the Companies Act, 1956 and they are not disqualified for such reappointment within the meaning of Section 226 of the said Act.

Board recommends the re-appointment of the Statutory Auditors.

**THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988**

In terms of the above rules, your directors are pleased to give the particulars as prescribed therein in the annexure, which form part of the Directors' Report.

**a. AUDIT COMMITTEE**

As per the provisions of the Listing Agreement and pursuant to Section 292A of the Companies Act, 1956, the Audit Committee has been set up to review the internal audit reports and financial statements at periodic intervals. The Audit Committee comprises following three members having strong background in financial management:-

S. No.	Name of Directors	Category
1.	Sh. Shyam Mohan Mittal	Chairman (Non-executive Independent)
2.	Sh. Nitin Agarwal	Member (Non Executive Independent)
3.	Sh Arvindbhai Patel	Member (MD and Executive)

**b. INVESTORS/SHAREHOLDERS' GRIEVANCE COMMITTEE**

In pursuance of the provisions of the Listing Agreement, the company has also set up a Shareholders/

Investor's Grievance Committee to ensure maximum security to the concern of the shareholders. The committee consists of a Non Executive Chairman and other two members of the names as follows:

S. No.	Name of Directors	Category
1.	Sh Arvind Bhai Patel	Chairman
2.	Sh.Shyam Mohan Mittal	Member
3.	Sh. Nitin Agarwal	Member

#### **PARTICULARS OF EMPLOYEES**

As required by the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules, 1975, as amended, no employee was in receipt of remuneration exceeding Rs. 60,00,000/- per annum or Rs. 5,00,000/- per month for any part thereof.

#### **PUBLIC DEPOSITS**

The company has not accepted any deposit from public within the meaning of section 58-A of the companies ACT, 1956 read with the companies (Acceptance of Deposits) rules, 1975.

#### **ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO**

Particulars with respect to conservation of energy, Technology absorption, Foreign Exchange Earnings & outgo as required under section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in the Annexure forming part of this report.

#### **APPRECIATION**

The Company places on record its deep appreciation of the devoted services of executives and other staff of the company who have contributed in the performance and the Company's inherent strength. Grateful thanks are also due to the investors, the bankers, business associates & all other stakeholders for their continued support to the company from time to time.

By the Order of the Board  
For **JOLLY PLASTIC INDUSTRIES LIMITED**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Managing Director)

Sd/-  
(Director)

**ANNEXURE TO THE DIRECTORS REPORT****CONSERVATION OF ENERGY**

The operations of your Company do not consume high levels of energy. Adequate measures have been taken to conserve by using energy, efficient computers and equipment.

**A. TECHNOLOGY ABSORPTION****1. Specific areas in which R & D carried out are as follows:**

- a. Review of the existing courses and evaluation of feasibility of the new courses to be launched and estimating the costing thereof.
- b. Providing technical support on existing products.

**2. Benefits derived as a result of the above R & D:**

As a result the organization is being able to implement current courses.

**3. Expenditure on R & D: NIL****B. FOREIGN EXCHANGE EARNINGS**

There were no foreign exchange earnings as well as outgo of the company during the year under report.

<b>Particulars</b>	<b>Year Ended March 31, 2012</b>	<b>Year Ended March 31, 2011</b>
Earnings in Foreign currency	Nil	Nil
Expenditure in Foreign Currency	Nil	Nil



## REPORT ON CORPORATE GOVERNANCE

Your Company has complied, in all material respects, with the features of Corporate Governance code as per Clause 49 of the Listing Agreement with the Stock Exchanges.

The Status of the Corporate Governance code of the Listing Agreement by Jolly Plastic Industries Limited is given below:

### 1. COMPANY PHILOSOPHY ON CODE OF GOVERNANCE

The Company believes in and has consistently followed good Corporate Governance. A sound governance process consists of various business practices, which don't only result in enhanced shareholders' value in the long run but also enables the Company to fulfill its obligations towards its customers, employees, vendors and to the society in general. The Company firmly believes that good governance is founded upon the principles of transparency, accountability, independent monitoring and environmental consciousness.

### 2. BOARD OF THE DIRECTORS COMPOSITION

The Board of Directors consists of an optimal mix of Executive Directors and Independent Professionals who have in-depth knowledge of business, in addition to expertise in their areas of specialisation. The Directors bring in expertise in the fields of human resource development, strategy, management, finance and economics among others. The Board provides leadership, strategic guidance, objective and independent view to the Company's management while discharging its fiduciary responsibilities, thereby ensuring that management adheres to high standards of ethics, transparency and disclosure.

As on **March 31, 2012**, the Board consists of **four Directors**. The Board meets the requirement of not less than one half being independent Directors. The size and composition of the Board conforms to the requirements of Clause 49 of the Listing Agreement (Corporate Governance Code) with the Stock Exchanges.

None of the Directors hold chairmanship of more than 5 committees or Membership in more than 10 committees of public limited Companies.

As on year ended 31<sup>st</sup> March 2012, the Board had strength of four directors.

***The composition of board is as follows:***

S. No.	Name of the director	Status
1	Mr. Braj Mohan Singh	Non-Executive and Independent Chairman
2	Mr. Dharmesh Patel	Non Executive and Non Independent
3	Mr. Shyam Mohan Mittal	Executive and Non-Independent (MD)
4	Mr. Kishore Saxena	Non-Executive and Independent

### BOARD FUNCTIONS & PROCEDURE

The Board plays a pivotal role in ensuring good governance. Its style of functioning is democratic. The Members of the Board always had complete freedom to express their opinion and decisions are taken after detailed discussions after which, a consensus is reached. They are also free to bring any matter up for discussion at the Board Meetings with the permission of the Chairman.

In accordance with the provisions of Clause 49 of the Listing Agreement, the Board meets at least once in every quarter to review the quarterly results and other items of agenda as required under Annexure 1A of Clause 49 of Listing Agreement, and if necessary, additional meetings are held. It has always been the Company's policy and practice that apart from matters requiring the Board's approval by law, all major decisions including quarterly/yearly results of the Company and its divisions, financial restructuring, capital expenditure proposals, sale and acquisition of material nature of assets, mortgage and guarantee, among others, are regularly placed before the Board. This is in addition to information with regard to detailed

analysis of operations, major litigations, feedback reports and minutes of all committee meetings.

**During the financial year 2011-12, Eleven Board Meetings were held on April 25, 2011, May 31, 2011, June 16, 2011, July 27, 2011, August 25, 2011, August 29, 2011, November 05, 2011, December 19, 2011, February 09, 2012, February 16, 2012 and March 07, 2012**

The Composition of Board of Directors, their shareholding, attendance during the year and at the last Annual General Meeting, Number of other Directorships, Committee memberships and Chairmanships held by them as at March 31, 2012 are given below:

Directors	Category	Shares Held	Attendance		No. of other Directorships#
			Board Meetings	Last AGM	Directorships
Sh. Shyam Mohan Mittal	MD	—	7	Yes	2
Sh. Dharmesh M Patel	NE	39,400	11	Yes	—
Sh. Kishore Saxena	NE*	—	1	No	5
Sh. Braj Mohan Singh	C, NE*	—	—	No	2
Nitin Agarwal	Resigned on 16/02/2012	—	10	Yes	—
Mr. Arvindbhai Patel	Resigned on 05/06/2012	58,950	11	Yes	—

C = Chairman, MD = Managing Director, NE = Non-Executive Director

\* Also Independent in terms of Provisions of Clause 49 (1) (A) (iii)

# excludes private/foreign companies.

All the independent Directors fulfil the minimum age criteria i.e. 21 years as specified in Clause 49 of the listing agreement. No Director is related to any other Director on the Board in terms of the definition of "relative" given under the Companies Act, 1956,

\* None of the Directors hold chairmanship/membership in Board Committees (Clause 49 of Listing Agreement) of other companies.

### 3. AUDIT COMMITTEE

The Audit Committee comprises of 3 Directors. All the Members of the committee have good financial and accounting knowledge. Auditor is invitee to the meetings. The minutes of the Audit Committee Meetings are placed before subsequent Board Meeting.

**During the year, the meetings of the Audit Committee were held on April 25, 2011, July 27, 2011, August 29, 2011, November 05, 2011 and February 09, 2012. The composition of the Audit Committee as on March 31, 2012 and the meetings attended by its members are as under:**

S. No.	Name of Directors	Category
1.	Sh. Shyam Mohan Mittal	Chairman (Non-executive Independent)
2.	Sh. Nitin Agarwal	Member (Non Executive Independent)
3.	Sh Arvindbhai Patel	Member (MD and Executive)

The Chairman of the Audit Committee was present in the last Annual General Meeting to answer shareholders queries.

#### Scope and functions

The terms of reference of audit committee includes overseeing the audit functions, review of the Company's financial performance, compliance with Accounting Standard and all other matters specified under Clause 49 of the Listing agreement and in Section 292A of the Companies Act, 1956. The Audit Committee's role includes overview of our financial reporting process, recommending the appointment and removal of

statutory auditors, fixing audit fees, reviewing management discussion and analysis, annual financial statements prior to submitting those to the Board, reviewing related party transactions and financial risk management policies.

#### 4. INVESTOR GRIEVANCE COMMITTEE

The Investor Grievance Committee constituted by the Board comprises three members with an Independent Non-executive Director as Chairman of the committee. The constitution of Investor Grievance Committee as on March 31, 2012 as follows:

S. No.	Name of Directors	Category
1.	Sh Arvind Bhai Patel	Chairman
2.	Sh. Shyam Mohan Mittal	Member
3.	Sh. Nitin Agarwal	Member

#### Scope and functions

The Committee meets at least twice a month to approve transfer requests received from the investor during the previous week to ensure prompt delivery of securities to the shareholders.

The Minutes of the Committee Meeting are placed at the Board meeting from time to time. The Board has authorized the Share transfer Committee and the Company Secretary severally to approve the transfer of shares. During the year, all the Complaints of the Shareholders were resolved to the satisfaction of the shareholders.

#### 5. DETAILS OF LAST THREE ANNUAL GENERAL MEETING

Financial Year	Date	Time	Venue
2008-09	18.09.2009	11.00 A.M.	Outside Railway Crossing, Junagarh Road, Dhoraji-360410
2009-10	24.09.2010	11.00 A.M.	Outside Railway Crossing, Junagarh Road, Dhoraji-360410
2010-11	29.09.2011	11.00 A.M.	910-913, Star Plaza, Phulchhab Chowk, Rajkot- 360003 (Gujarat)

No resolution was put through postal ballot in last years.

#### 6. COMPLIANCE OFFICER OF THE COMPANY

Mr. Shyam Mohan Mittal, Managing director is the Compliance Officer for complying with the requirements of the Listing Agreement with the Stock Exchanges.

#### 7. DISCLOSURE

##### a) Management discussion and analysis

The detailed Management discussion and analysis report is given separately in the annual report.

##### b) Disclosure on materially significant related party transactions

Transactions with related parties are being disclosed separately in notes to the accounts in the annual report. There was no transaction of material nature with the Directors or the Management during the year that had potential conflicts with the interest of the Company at large.

##### c) Detail of non-compliance, penalties, strictures etc.

During the last three years, there were no strictures or penalties imposed on the Company either by the Stock Exchanges or SEBI, or any statutory authority for non-compliance of any matter related to capital market.

**d) Whistle Blower Policy**

The Company has adopted a proper procedure in this regard. Employees can report to the management their concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. Further no personnel have been denied access to the Audit Committee.

**e) Code of Conduct**

In line with the amended Clause 49 of the Listing Agreement, the Company has adopted a Code Of Conduct for its Directors and Senior Executives. The same has also been placed on the Company's website under the head 'Investor Relations'

**Declaration as required under Clause 49 of listing agreement**

All the members of the Board and senior management personnel complied with the Code of Conduct for the financial year ended **March 31, 2012**

*For JOLLY PLASTIC INDUSTRIES LIMITED*

New Delhi  
1<sup>st</sup> September, 2012

**Sd/-**  
Managing Director

**f) Certification by CEO**

A certificate obtained from Chief Executive Officer on the Financial Statements of the Company in terms of Clause 49 of the Listing Agreement was placed before the Board, who took note of it and took the same on record.

**g) Brief resume of Director being appointed / re-appointed**

A brief resume, nature of expertise in specific functional areas, names of companies in which the person already holds directorship and membership of committees of the Board and his shareholdings in the Company forms part of the Notice of the Annual General Meeting, annexed to this Annual Report.

**h) Compliance with mandatory and non-mandatory requirements**

The Company has complied with all the mandatory requirements along with some non-mandatory requirements also.

**8. MEANS OF COMMUNICATION**

The information about the financial performance of the Company is disseminated on a regular basis through newspapers besides communicating the same to the Stock Exchanges. Further, financial results, corporate notices etc. of the Company are published in the newspapers.

Designated exclusive e-mail ID: The Company has designated the following e-mail ID exclusively for investor servicing: [jollyplasindtd@gmail.com](mailto:jollyplasindtd@gmail.com)

**9. SHARE HOLDERS INFORMATION****Annual general meeting**

Financial Year	:	<b>From 1st April, 2011 to 31st March, 2012</b>
Date and Time	:	<b>September 29, 2012 at 11.00 A.M.</b>
Venue	:	<b>Regd. Off.: 910-913, Star Plaza, Phulchhab Chowk, Rajkot- 360003</b>
Book Closure	:	<b>September 24, 2012 to September 29, 2012 (both days inclusive)</b>
Dividend Date	:	<b>Not Applicable</b>

**Financial calendar (tentative)**

<b>Period</b>	:	<b>Date of Board Meetings in which results approved</b>
<b>Results for Quarter Ended June30, 2011</b>	:	<b>27/07/2011</b>
<b>Results for Quarter Ended September30, 2011</b>	:	<b>05/11/2011</b>
<b>Results for Quarter Ended December31, 2011</b>	:	<b>09/02/2012</b>
<b>Results for Quarter Ended March31, 2012</b>	:	<b>14/05/2012</b>

**Listing Information**

1. Bombay Stock Exchange Limited [BSE]
2. Ahmedabad Stock Ex. Limited (ASE)

**Note:** The trading suspension of the shares of the Company was revoked by BSE on 13/02/2012. The Equity Shares of the Company are actively traded at BSE with Script Code- (507968) in the 'T' Group.

**STOCK MARKET DATA (YEAR 2011-2012)**

Month	High	Low
February, 2012	10.00	10.00
March, 2012	11.02	10.00

**SHAREHOLDING PATTERN AS ON 31<sup>ST</sup> MARCH, 2012****Distribution Schedule as at 31<sup>st</sup> March 2012**

Nos. of Equity Shares held	No. of Share holders	% to Total	No. of Shares	% to Total
Up to 5000	6510	97.87	808950	63.38
50001-10000	100	1.50	82200	6.44
10001-20000	33	0.50	43300	3.39
20001-30000	-	0	-	-
30001-40000	-	0	-	-
40001-50000	-	0	-	-
50001-100000	1	0.02	5900	0.46
100001 and above	8	0.12	3,36,050	26.33
<b>TOTAL</b>	<b>6652</b>	<b>100.00</b>	<b>1276400</b>	<b>100.00</b>

**a. Category of shareholders as on March 31, 2012**

Category	No. of Shares	Percentage of holdings
<b>A. Promoters Holding</b>		
i) Promoters		
a. Indian-individual	136050	10.66%
b. Foreign	Nil	Nil
ii) Persons acting in concert		
a. Directors	Nil	Nil
b. Director's Relatives	Nil	Nil
<b>Sub Total (A)</b>	<b>136050</b>	<b>10.66%</b>
<b>B. Public Holding</b>		
i) Institutional Investor		
a) Mutual Fund	Nil	Nil
b) Financial institutions/Banks	Nil	Nil
c) Central Govt./State Govt.(s)	Nil	Nil
d) Venture capital fund/Ins.Cos,	Nil	Nil
e) FII Etc	Nil	Nil
<b>Sub Total (B)(i)</b>	<b>Nil</b>	<b>Nil</b>

ii) Non-Institutions Investors		
a) Bodies Corporate	45000	3.53%
b) Individuals		
i) shareholding < Rs.1.00 Lac	937350	73.44%
ii) shareholding > Rs.1.00 Lac	158000	12.38%
c) NRI	Nil	Nil
i) Clearing House	Nil	Nil
ii) Corporate Body - OCB	Nil	Nil
iii) Intermediary/Other		
Depository A/c	Nil	Nil
<b>Sub Total (B)(ii)</b>	<b>1140350</b>	<b>89.34%</b>
<b>Sub Total (B)</b>	<b>1140350</b>	<b>89.34%</b>
<b>Grand Total (A+B)</b>	<b>1276400</b>	<b>100%</b>
Shares held by custodian and against which Depository Receipt is issued	Nil	Nil

**REGISTRAR AND SHARE TRANSFER AGENT**

M/s SKYLINE FINANCIAL SERVICES PRIVATE LIMITED

D-153A, Okhla Industrial Area, Phase-I,

New Delhi-110020

Telephone No: 011-26812682

E-mail Address: viren@skylinerta.com

**Share transfer system**

M/s Skyline Financial Services (P) Ltd. acts as Registrar and Transfer Agent for the company. M/s Skyline Financial Services has a dedicated management team comprising professional qualified managers who are possessing vast experience in handling the share transfer work. The organization has a proven track record and is committed to maintain quality to service of the highest standards and also handling capacity with a commendable flexibility to quickly upgrade the capacity at shorter notice.

Share transfers are registered within maximum of 30 days from the date of lodgement of the documents which are complete in all respects. In case the shares are transferred through Demat mode, the procedure is adopted as stated in Depositories Act, 1996.

The company obtains from the Company Secretary in Practice a half yearly certificate of compliance for compliance of the share transfer formalities, as required under Clause 47 of the Listing Agreement and file copy of the certificate with stock exchanges.

**Dematerialisation of Shares**

The Company's shares are tradable compulsorily in electronic form. The Company has established through its Registrar and Share Transfer Agents, connectivity with Central Depository Services (I) Ltd (CDSL). As on 31<sup>st</sup> March, 2012 the equity shares have been dematerialized are 0.070%.

**Investors Correspondence**

Investor's correspondence can be made on Corporate Office of the Company as given under:

Jolly Plastic Industries Limited

304-EMCA House, 22/23B, Ansari Road,

Daryaganj, Delhi-110002.

E-mail : jollyplasindltd@gmail.com

Website: www.jollyplasticindustriesltd.com

**For and on behalf of the Board**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(DIRECTOR)

Sd/-  
(MANAGING DIRECTOR)

**CERTIFICATE IN TERMS OF CLAUSE 49 OF THE LISTING AGREEMENT**

In terms of clause 49 of the Listing Agreement, it is certified as under that:

- (a) The financial statements and the cash flow statement for the year have been reviewed and that to the best of our knowledge and belief :
  - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
  - (ii) 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.
- (b) There are, to the best of our knowledge and belief, no transaction entered into by the Company during the years which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We had indicated to the Auditors and the Audit Committee :
  - (i) Significant changes in internal control during the year, if any;
  - (ii) Significant changes in accounting policies during the year, if any and the same have been disclosed in the notes to the financial statements; and
  - (iii) Instances 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.

**For and on behalf of the Board**

Place : New Delhi

Dated : 1<sup>st</sup> September, 2012

Sd/-  
(DIRECTOR)

Sd/-  
(MANAGING DIRECTOR)

**CERTIFICATION BY MANAGING DIRECTOR**

To the best of knowledge and belief, we certify that:

- 1) I have reviewed financial statement and the cash flow statement for the period ended 31.03.2012 and that to the best of our knowledge and belief:
  - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - 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) There are, to the best of our knowledge and belief, no transaction entered into by the company during the period, which is fraudulent, illegal or violative of the company's code of conduct.
- 3) Further, we accept responsibility to establish and maintain internal controls for financial reporting and Accordingly, we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit committee, wherever applicable:
  - a) Deficiencies in the design or operation of the internal controls, if any of which we are aware and the steps have been taken or propose to take rectify these deficiencies.
    - b) Significant changes in the internal control over the financial reporting during the period;
    - c) Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements;
    - d) Instances of significant fraud of which we came to know and involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.

**For and on behalf of the Board**

Place : New Delhi

Dated : 1<sup>st</sup> September, 2012

Sd/-  
(MANAGING DIRECTOR)

**DECLARATION BY MANAGING DIRECTOR**

I, Shyam Mohan Mittal, Managing Director of JOLLY PLASTIC INDUSTRIES LIMITED hereby declare that all the board members and senior managerial personnel have affirmed for the year ended 31<sup>st</sup> March, 2012 compliance with the code of conduct of the company laid down by them.

**For and on behalf of the Board**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(MANAGING DIRECTOR)

**MANAGEMENT DISCUSSION & ANALYSIS****BUSINESS SCENARIO**

The Company is exploring alternative avenues for business opportunities and entered into capital markets in current year. The Company is trying its best to keep its expenses in check in spite of inflationary trends and to expand the business of the Company. Baring unforeseen circumstances- we expect better performance in the current year by trading and investing cautiously.

The year has ended with a Net Profit after Tax of ₹ 3,23,453 as against Net Profit after Tax of ₹ 15,85,891 of last year.

**MANAGEMENT OF RISK**

Management of risk to the business is continuous challenge for any organization growing in size and enhancing its purpose. The traditional risk factors like client risks, industry segment risks and economic risk are well understood and the means to handle them are also fairly established.

**INTERNAL CONTROLS & SYSTEMS**

The company ensures existence of adequate internal control through policy and procedures to be followed by the executives at various levels in the company. The operating managers ensure compliance within their areas. The Company has internal Audit system to carry out extensive checking and test and report non-compliance/ weakness, if any through internal Audit Reports on the respective areas. These reports along with reports on compliance made thereafter are reviewed by the Audit Committee of the Board.

**HUMAN RESOURCE**

Management relation with the employees remains cordial. The Company's Human Resources philosophy is to establish and build a strong performance and competency drive culture with greater sense of accountability and responsibility. The industrial relations scenario remained peaceful and harmonious.

**For and on behalf of the Board**

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(MANAGING DIRECTOR)



**AUDITOR'S REPORT**

To,  
The Members of  
**JOLLY PLASTIC INDUSTRIES LIMITED**

1. We have audited the attached Balance Sheet of Jolly Plastic Industries Limited as at 31st March 2012, the Statement of Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 accounts;
  - d) In our opinion, the Balance Sheet, Statement of Profit & Loss Account and Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in sub-section (3C) of Section 211 of companies Act, 1956;
  - e) On the basis of written representation received from the Directors as on March 31, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
  - f) In our opinion, and to the best of our information and according to the explanations given to us, the accounts read together with the Significant Accounting Policies and other notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
    - i) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2012;
    - ii) in the case of Statement of Profit & Loss Account, of the profit for the year ended on that date; and
    - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For: **M/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

**ANNEXURE TO THE AUDITORS' REPORT**

Referred to in paragraph 3 of our report of even date,

- (i) In respect of its fixed assets:
  - (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - (b) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regards to the size of the company and the nature of its assets. Physical verification was carried out during the year and no material discrepancies were noticed.
  - (c) As per information given to us by the management, the company has not disposed off any substantial part of its Fixed Assets during the year.
- (ii) In respect of Inventories:
  - (a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
  - (b) In our opinion and according to information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - (c) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to the book records.
- (iii) In respect of the loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
  - (a) According to the information and explanations given to us, the company has neither granted nor taken any loans, secured or unsecured to/from companies, firms or other parties, covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly the provisions of clause 4(iii) (b), (c) and (d) of the companies (Auditor's Report) 2003 are not applicable to the company.
- iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchases of inventory and fixed assets and for sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- v) In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
  - (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained under section 301 of the Companies Act, 1956, have so entered.
  - (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts/arrangements entered in the register maintained under Section 301 of Companies Act, 1956 and exceeding the value of ₹ 5,00,000 in respect of each party during the year have been made at prices which appear reasonable as per information available with the Company.
- vi) According to the information and explanations given to us, the company has not accepted any deposits as defined under sections 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975. Therefore, the provisions of Clause (vi) of paragraph 4 of the Order are not applicable to the Company.
- vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii) According to the information and explanations given to us, maintenance of cost records have not been prescribed by the Central Govt. under section 209 (1) (d) of the Companies Act, 1956.
- ix) In respect of statutory dues:
  - (a) According to the records of the Company, in our opinion the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor

education and protection fund, employee's state insurance, income tax, sales tax, service tax, wealth tax, custom duty, excise duty, cess and any other statutory dues applicable to it.

- (b) According to the information and explanations given to us, there are no undisputed amount payable in respect of income tax, sales tax, customs duty, wealth tax and excise duty were outstanding as on 31<sup>st</sup> March 2012 for a period of more than six months from the date becoming payable.
- (x) The company has accumulated losses amounting to ₹ 22,74,971/- as at 31<sup>st</sup> March 2012. The company has not incurred any cash losses during the financial year ended on that date or in the immediately preceding financial year.
- (xi) According to the records of the company examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
- (xii) 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 (xiii) of paragraph 4 of the Order are not applicable to the Company.
- (xiv) In respect of shares, securities, debentures and other investments, dealt in or traded by the company, proper records have been maintained in respect of transactions and contracts, and timely entries have been made therein. All shares, securities, debentures and other investments have been held by the Company in its own name.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others, from banks or financial institutions during the year.
- (xvi) The Company has not raised any term loans during the current year. Therefore, the provisions of clause (xvi) of paragraph 4 of the Order are not applicable to the Company.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that there are no funds raised on a short term basis which have been used for long- term investment.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the year.
- (xix) According to the information and explanations given to us, during the year covered by our audit report, the company has not issued any debentures.
- (xx) The company has not raised money by way of public issues during the year.
- (xxi) In our opinion and according to the information and explanations given to us, no material fraud on or by the Company has been noticed during the year.

For: **M/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

Place : New Delhi

Dated : 1<sup>st</sup> September, 2012

**AUDITOR'S CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT(S)**

TO  
THE MEMBERS OF  
**M/S. JOLLY PLASTIC INDUSTRIES LIMITED**

We have examined the compliance of conditions of Corporate Governance by M/S. JOLLY PLASTIC INDUSTRIES LIMITED, for the year ended on 31<sup>st</sup> March, 2012 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

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

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

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/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

**BALANCE SHEET AS AT 31st MARCH, 2012***(Amount in ₹)*

Particulars	Note No.	As at 31st March 2012	As at 31st March 2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	1	12,764,000	12,764,000
(b) Reserves and Surplus	2	(2,274,971)	(2,598,423)
<b>(2) Current liabilities</b>			
(a) Trade payables	3	26,263,289	–
(b) Other current liabilities	4	53,285,500	10,500
(c) Short-term provisions	5	7,924	289,793
<b>TOTAL</b>		<b>90,045,742</b>	<b>10,465,870</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed Assets	6		
(i) Tangible assets		12,864	32,160
(b) Non- Current Investments	7	2,800,000	2,800,000
(c) Other non-current assets	8	626,736	–
<b>(2) Current assets</b>			
(a) Current Investments	9	710,000	710,000
(b) Inventories	10	23,345,146	–
(c) Trade receivables	11	2,048,984	1,548,984
(d) Cash and Cash Equivalents	12	23,033,869	769,926
(e) Short-term loans and advances	13	37,468,143	4,604,800
<b>TOTAL</b>		<b>90,045,742</b>	<b>10,465,870</b>

**Significant Accounting Policies and Other Notes  
Forming Part of the Financial Statements** 20

**Notes referred to herein form an integral part of the Financial Statement**

For: **M/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Managing Director)

Sd/-  
(Director)

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2012***(Amount in ₹)*

Particulars	Note No.	31st March 2012	31st March 2011
(I) Revenue from operations	14	5,975,650	8,040,310
(II) Other income	15	–	1,870,500
<b>(III) Total Revenue (I+II)</b>		<b>5,975,650</b>	<b>9,910,810</b>
<b>(IV) Expenses:</b>			
Purchases of Stock-in-trade	16	28,820,796	7,722,400
Changes in inventories of finished goods, work in progress and Stock-in-trade	17	(23,345,146)	–
Employee benefits expense	18	45,600	150,000
Depreciation and amortization expense	6	19,296	48,240
Administration Expenses	19	393,521	114,486
<b>Total Expenses</b>		<b>5,934,067</b>	<b>8,035,126</b>
(V) Profit before tax (III-IV)		41,583	1,875,684
(VI) Tax expense:			
(1) Current tax		7,924	289,793
(2) Deferred tax		–	–
(3) Previous Year Adjustment		(289,793)	–
(VII) Profit/(Loss) after Tax (V-VI)		323,453	1,585,891
(VIII) Earnings per equity share:			
(1) Basic		0.25	1.24
(2) Diluted		0.25	1.24

**Significant Accounting Policies and Other Notes  
Forming Part of the Financial Statements** 20

Notes referred to herein form an integral part of the Financial Statement

For: **M/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Managing Director)

Sd/-  
(Director)

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2012***(Amount in ₹)*

Particulars	As at 31st March 2012	As at 31st March 2011
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before taxation, and extraordinary items	41,583	1,875,684
Adjustment for :		
Depreciation	19,296	48,240
<b>Operating Profit Before Working Capital Changes</b>	<b>60,879</b>	<b>1,923,924</b>
Adjustment for :		
(Increase)/ Decrease in Inventories	(23,345,146)	-
(Increase)/ Decrease in Sundry Debtors	(500,000)	(790,584)
(Increase) /Decrease in Short Term Loan & Advances	(32,863,343)	167,200
Increase/ (Decrease) S. Creditors & Oth. Liabilities	79,538,289	-
<b>Cash Generated from Operations</b>	<b>22,890,679</b>	<b>1,300,540</b>
Direct Taxes	-	-
<b>Net Cash From Operating Activities (A)</b>	<b>22,890,679</b>	<b>1,300,540</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	-	(80,400)
Investment in Shares	-	(650,000)
Increase in Non-Current Asset	(626,736)	-
<b>Net Cash used in Investing Activities (B)</b>	<b>(626,736)</b>	<b>(730,400)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from short term borrowings	-	-
<b>Net Cash used in Financing Activities (C)</b>	<b>-</b>	<b>-</b>
Net Increase / (Decrease) in cash and cash equivalents <b>(A+B+C)</b>	<b>22,263,943</b>	<b>570,140</b>
<b>Cash &amp; Cash Equivalents as at Beginning of the Year</b>	<b>769,926</b>	<b>199,786</b>
<b>Cash &amp; Cash Equivalents as at Closing of the Year</b>	<b>23,033,869</b>	<b>769,926</b>

For: **M/s D. KHURANA & Co.**  
(Chartered Accountants)  
FRN. 022696N

Sd/-

**Deepak Khurana**  
(Proprietor)  
M. No. 512849

Place : New Delhi  
Dated : 1<sup>st</sup> September, 2012

Sd/-  
(Managing Director)

Sd/-  
(Director)

**NOTES FORMING PART OF BALANCE SHEET AND STATEMENT OF PROFIT & LOSS***(Amount in ₹)*

DESCRIPTION	31.03.2012	31.03.2011
<b>NOTE - 1</b>		
<b>SHARE CAPITAL</b>		
(a) <b>AUTHORISED SHARE CAPITAL</b> 2000000 Equity Shares of ₹ 10/- each	20,000,000	20,000,000
(b) <b>ISSUED SHARE CAPITAL</b> 1378725 Equity Shares of ₹ 10/- each	13,787,250	13,787,250
(c) <b>SUBSCRIBED SHARE CAPITAL</b> 1319100 Equity Shares of ₹ 10/-each	13,191,000	13,191,000
(d) <b>PAID UP SHARE CAPITAL</b> 1276400 Equity Shares of ₹ 10/-each fully paid up. (42700 Eq. Shares @ ₹ 5/- were Forfeited in the FY 1993-94 and transferred to reserve and surplus a/c.)	12,764,000	12,764,000
	<u>12,764,000</u>	<u>12,764,000</u>
(e) <b>RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD</b>		
Shares outstanding at the beginning of the year	1,276,400	1,276,400
Shares issued during the year	—	—
<b>Shares outstanding at the end of the year</b>	<u>1,276,400</u>	<u>1,276,400</u>
<b>NOTE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
(a) <b>GENERAL RESERVE</b>		
As per Last Account	—	4,520,982
Less: Transferred to Profit & Loss Account	—	4,520,982
	<u>—</u>	<u>—</u>
(b) <b>SURPLUS-PROFIT AND LOSS ACCOUNT</b>		
Profit Brought Forward	(2,598,423)	(8,705,296)
Add:-Profit after tax for the year	323,453	1,585,891
Add:-Transferred from General Reserve	—	4,520,982
<b>Net Surplus in the Statement of Profit and Loss</b>	<u>(2,274,971)</u>	<u>(2,598,423)</u>
<b>TOTAL (a+b)</b>	<u>(2,274,971)</u>	<u>(2,598,423)</u>
<b>NOTE - 3</b>		
<b>TRADE PAYABLES</b>		
Sundry Creditors		
Dues of Micro and Small enterprises	—	—
Dues to other than Micro and Small enterprises	26,263,289	—
<b>TOTAL</b>	<u>26,263,289</u>	<u>—</u>
<b>NOTE - 4</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Other payable:		
Audit Fee Payable	10,500	10,500
Share Application Money Pending Allocation	53,275,000	—
<b>TOTAL</b>	<u>53,285,500</u>	<u>10,500</u>



(Amount in ₹)

DESCRIPTION	31.03.2012	31.03.2011
<b>NOTE - 5</b>		
SHORT TERM PROVISIONS		
Provision for Income Tax	7,924	289,793
<b>TOTAL</b>	<b>7,924</b>	<b>289,793</b>

**NOTE - 6**

**FIXED ASSETS**

Fixed Assets	Gross Block					Accumulated Depreciation				Net Block		
	Balance as at 1 April 2011	Additions/ (Disposals)	Acquired through business combinations	Other Adjustments *	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	Other Adjustment	On disposals	Balance as at 31 March 2012	Balance as at 1 April 2011	Balance as at 31 March 2012
<b>Tangible Assets</b>												
Computer	70,000	-	-	-	70,000	42,000	16,800	-	-	58,800	28,000	11,200
Printer	10,400	-	-	-	10,400	6,240	2,496	-	-	8,736	4,160	1,664
<b>Total</b>	<b>80,400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>80,400</b>	<b>48,240</b>	<b>19,296</b>	<b>-</b>	<b>-</b>	<b>67,536</b>	<b>32,160</b>	<b>12,864</b>

**NOTE - 7**

**NON-CURRENT INVESTMENTS**

**Investment in Eq. Shares - Un-Quoted, Fully Paid up (At Cost)**

18250 Eq. Shares of Creative Infotech (P) Limited	1,277,500	1,277,500
18250 Eq. Shares of Capital Stocks And Shares Limited	1,277,500	1,277,500
35000 Eq. Shares of Shridhar Finanacial Services Limited	245,000	245,000
<b>TOTAL</b>	<b>2,800,000</b>	<b>2,800,000</b>

**NOTE - 8**

**OTHER NON-CURRENT ASSETS**

Miscellaneous Expenditure	626,736	-
<b>TOTAL</b>	<b>626,736</b>	<b>-</b>

**NOTE - 9**

**CURRENT INVESTMENTS**

**Investment in Eq. Shares - Quoted, Fully Paid up (At Cost)**

71000 Eq. Shares of ₹ 10/- each Associated Finlease Limited*	710,000	710,000
<b>TOTAL</b>	<b>710,000</b>	<b>710,000</b>
*Market Value of Quoted Investment (71000 Shares @ ₹ 17 p.s.)	1,207,000	NA

**NOTE - 10**

**INVENTORIES**

Stock in Trade	23,345,146	-
<b>TOTAL</b>	<b>23,345,146</b>	<b>-</b>

**NOTE - 11**

**TRADE RECEIVABLES**

(Unsecured, Considered Good)		
Outstanding More than Six Months	-	798,384
Other	2,048,984	750,600
<b>TOTAL</b>	<b>2,048,984</b>	<b>1,548,984</b>

**NOTE - 12**

**CASH & CASH EQUIVALENTS**

Cash and Bank Balances		
In Current Accounts	21,918,705	-

(Amount in ₹)

DESCRIPTION	31.03.2012	31.03.2011
<b>CASH &amp; CASH EQUIVALENTS (Contd...)</b>		
Cash in Hand	1,115,164	769,926
<b>TOTAL</b>	<b>23,033,869</b>	<b>769,926</b>
<b>NOTE - 13</b>		
<b>SHORT TERM LOAN &amp; ADVANCES</b>		
Advance Recoverable in Cash or in kind (Unsecured Considered goods)		
VAT Credit	2,918,143	–
Other Loan & Advances	34,550,000	4,604,800
<b>TOTAL</b>	<b>37,468,143</b>	<b>4,604,800.00</b>
<b>NOTE - 14</b>		
<b>REVENUE FROM OPERATIONS</b>		
Trading Sales	5,975,650	8,040,310
<b>TOTAL</b>	<b>5,975,650</b>	<b>8,040,310</b>
<b>NOTE - 15</b>		
<b>OTHER INCOME</b>		
Other Income	–	1,870,500
<b>TOTAL</b>	<b>–</b>	<b>1,870,500</b>
<b>NOTE - 16</b>		
<b>PURCHASE OF STOCK IN TRADE</b>		
Goods Purchased for Sale	28,820,796	7,722,400
<b>TOTAL</b>	<b>28,820,796</b>	<b>7,722,400</b>
<b>NOTE - 17</b>		
<b>Changes in inventories of finished goods, work in progress and Stock-in-trade</b>		
Opening Stock Trading Goods		
Less: Closing Stock Trading Goods	23,345,146	–
(Increase)/Decrease in Stock	<b>(23,345,146)</b>	<b>–</b>
<b>NOTE - 18</b>		
<b>EMPLOYEE BENEFITS EXPENSES</b>		
Salaries and Wages	45,600	150,000
<b>TOTAL</b>	<b>45,600</b>	<b>150,000</b>
<b>NOTE - 19</b>		
<b>Administrative &amp; Other Expenses</b>		
ROC Fees	12,560	3,500
AGM/Share Transfer Expenses	46,210	–
Telephone Charges	15,360	5,406
Travelling & Conveyance	8,956	7,500
Bank charges	12,961	–
General Expense	38,516	76,320
Auditor's Remuneration:		
As Audit Fee	10,500	10,500
Demat Charges	22,818	–
Miscellaneous Expenses Written off	156,685	–
Printing & Stationery	42,360	–
Miscellaneous Expenses	26,595	11,260
<b>TOTAL</b>	<b>393,521</b>	<b>114,486</b>

## NOTE - 20

**SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES FORMING PART OF THE FINANCIAL STATEMENTS****1. Statement on Significant Accounting Policies:**

These financial statements are prepared on accrual basis and under historical cost convention and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India. The significant accounting policies adopted by the company are detailed below:

**i) Revenue Recognition**

The Company recognizes revenue on accrual basis.

**ii) Provisions and Contingencies**

The company creates a provision when there is 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 obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

iii) All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956. Based on the nature of business operations, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

**iv) Retirement Benefits**

There is no amount of gratuity liability or leave encashment or any other retirement benefits for which the company may be made liable to pay. Hence no provision for the same has been made as on the date of Balance sheet.

**2. Cash Flow Statement:**

a) The Statement Has been prepared under indirect method except in case of dividends, sale/purchase of investments and taxes which have been considered on the basis of actual movement of case, with corresponding adjustment in assets and liabilities as set out in the Accounting Standard- 3 issued by ICAI.

b) Cash and cash equivalents represent cash and bank balances only.

**3. Segment Reporting**

Based on guiding principles given in Accounting Standard -17 'Segment Reporting', issued by the Institute of Chartered Accountants of India, the Company's primary business segment is manufacturing and trading of consumable products. These activities mainly have similar risks and returns. As company's business activities fall within a single primary business segment the disclosure requirements of AS-17 in this regard are not applicable.

**4. Contingent Liabilities**

As certified by the management there is no Contingent liability as on 31.03.2012.

**5. Related Party Disclosure:**

In accordance with the requirements of Accounting Standards (AS) – 18 on Related Party Disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and descriptions of relationships, as identified and certified by the management, are:

**I. Key Management Personnel**

- Mr. Braj Mohan Singh (Chairman and Non Executive Independent)
- Mr. Shyam Mohan Mittal (Managing Director and Executive)
- Mr. Kishore Saxsena (Non Executive Independent)
- Mr. Dharmesh Bhai Patel (Non Executive and Non Independent)

II. As informed by the management there was no related party transactions made during the year.

	Year ended March 31, 2012	Year ended March 31, 2011
6. <b>Earnings in Foreign Currency</b>	NIL	NIL
7. <b>Expenditure in Foreign Currency</b>	NIL	NIL
8. <b>Payment to Auditors</b>		
Statutory Audit Fees	10,500/-	10,500/-

9. Previous years' figures have been regrouped, rearranged and re casted wherever considered necessary to make them comparable with the current year's figures.

10. In the opinion of the Board of Directors and to the best of their knowledge and belief the realizable value of Current Assets, Loans and Advances in ordinary course of business is not less than the value stated in the Balance Sheet.

11. **Earning Per Share (EPS)**

Profit computation for both Basic and Diluted earnings per share of ₹ 10/- each.

	<u>Rupees</u>	<u>Rupees</u>
Net Profit/ (Loss) as per P&L Account Available to shareholders	323453	1585891
Weighted average No. of Equity Shares	1276400	1276400
Earning per Share (Basic & Diluted)	0.25	1.24

12. The Board of Directors of the Company in its Board Meeting held on 7<sup>th</sup> March, 2012, has approved the further issue of 55,00,000 equity shares on preferential basis, subject to the approval of share holders and other statutory authorities. The Company has received Share Application Money amounting ₹ 532.75 lacs during the year. As per new Revised Schedule VI the said amount has been shown under the head "Other Current Liabilities".

13. The additional Information pursuant to revised Schedule VI to the Companies Act, 1956 are either Nil or Not Applicable.

14. The financial statements for the year ended 31st March, 2011 were prepared as per then applicable, pre-revised Schedule VI to the Companies Act, 1956. Consequent to the notification of Revised Schedule VI under the Companies Act, 1956, the financial statements for the year ended 31st March, 2012 are prepared in compliance with the Revised Schedule VI. Accordingly, the previous year figures have also been reclassified/regrouped to conform to current year's classification. The adoption of Revised Schedule VI for previous year figures does not impact recognition and measurement principles followed for preparation of the financial statements.

As per our *separate report of even date*  
**For M/s D. Khurana & Company**  
**(Chartered Accountants)**  
**Firm Reg. No. 022696N**

Place : New Delhi	Sd/-	Sd/-	Sd/-
Dated : 1 <sup>st</sup> September, 2012	(Managing Director)	(Director)	<b>Deepak Khurana</b> (Proprietor) M. No. 512849



# JOLLY PLASTIC INDUSTRIES LIMITED

Regd. Office : 910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003 (Gujrat)

## ATTENDANCE SLIP

Name of the attending Member.....  
(In Block Letters)

Member's Folio Number/ DP A/c. No.....

Name of Proxy.....  
(in block letters, to be filled in, if the proxy attends instead of member)

No. of Shares held.....

I hereby record my presence at the THIRTEITH GENERAL MEETING on Saturday, the 29th September 2012, at 11:00 A.M. at 910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003 (Gujrat).

**Member's/ Proxy Signature**

**The Attendance Slip, duly filled in is to be handed over at the Registration Counter.**

----- Tear Here -----

# JOLLY PLASTIC INDUSTRIES LIMITED

Regd. Office : 910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003 (Gujrat)

## PROXY FORM

I/We.....of..... being  
a Members of the above-named Company hereby appoint.....of  
..... of.....as my/our proxy  
to attend and vote for me/us and on my/our behalf at the THIRTEITH GENERAL MEETING on Saturday, the 29th September  
2012, at 11:00 A.M. at 910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003 (Gujrat) and at any adjournment thereof.

Ledger Folio No/ DP A/c No.....Number of Shares held.....

**Affix  
Revenue  
Stamp**

Signed this.....day of.....2012. Signature.....

**N.B. : This proxy must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.**







**BOOK POST**

*If undelivered, please return to :-*

**JOLLY PLASTIC INDUSTRIES LIMITED**

910-913 Star Plaza, Phulchhab Chowk,  
Rajkot-360003 (Gujrat)