

Bally Jute Company Limited

***Annual Reports
With
Accounts***

2012-13

BALLY JUTE COMPANY LIMITED

Board of Directors

: Sri A. K. JAIN
Sri S.K. DEY
SRI J.K. KAPILA

Manager

: SRI J.K. KAPILA

Auditors

: R. KOTHARI & COMPANY
16A, SHAKESPEARE SARANI
KOLKATA - 700 071

Banker

: CANARA BANK
PRIME CORPORATE BRANCH
KOLKATA

Registered Office

: 5, SREE CHARAN SARANI
BALLY, HOWRAH

Bally Jute Company Limited

DIRECTORS' REPORT TO THE MEMBERS

Your Directors have great pleasure in presenting their 31st Annual Report on the business and operations of the company and audited annual accounts for the financial year ended 31st March, 2013.

Financial Result

	Rs. in Lacs	Year Ended 31.03.2013 Rs. in Lacs
Profit before Interest		963.35
Depreciation		
Less : (a) Interest	427.57	
(b) Depreciation	376.77	804.34
Profit before taxation		159.01
Less : Provision for taxation		
Current Tax	56.19	
Income Tax for Earlier Year	2.05	58.24
		100.77
Add: Deferred Tax		3.07
Profit/(Loss) after Tax		103.84
Balance brought forward from previous year		654.21
Balance Carried to Balance Sheet		758.05

OPERATIONAL PERFORMANCE :

During the year under review there was a rise in production compared to corresponding previous year from 27528 MT in 2011-12 to 29085 MT in 2012-13 but sales marginally declined from Rs. 160.22 crores to Rs. 159.56 crores respectively.

However, the profit before tax increased from Rs. 1.53 crores in 2011-12 to 1.59 crores in 2012-13.

EXPORTS :

During the year under review the company exported jute goods worth Rs.14.61 crores vis-a-vis Rs.7.76 crores in the corresponding previous year 2011-12 due to continuity of orders from existing overseas customers and additional orders from new foreign buyers. Moreover, the company is in regular touch with the overseas buyers and expects better performance in export market during the current year.

OUTLOOK

The demand for jute goods is robust and the trend is likely to continue in the domestic market. The domestic demand from Government has increased considerably to meet the packaging needs of Food Procurement program and is likely to grow further with the increase in MSP of food grain. Moreover with the ongoing trials for usage of jute geo textiles in the field of road construction, it is expected that this new avenue would provide exponential market demand for jute geo textiles products. The company has fully geared up its existing infrastructure capable of manufacturing bio degradable jute geo textiles and with the commencement of trial runs large scale orders are likely to follow in near future. The company is exploring all possible options to promote usage of jute goods to meet modern era needs.

Bally Jute Company Limited

The stability in the prices of basic raw material raw jute is expected to continue and the Government of India has marginally increased the Minimum Support prices of raw jute for the jute year 2013-14 future contributing to stable prices.

ISO CERTIFICATE :

Your Company continues to maintain the Certificates under IS/ISO 9001:2008, ISO 14001:2004 certification for Environment Management system and B.S.OHSAS 18001:2007 for Occupational Health & Safety Assurance Series from MS CERT as per standards of JAS - ANZ , Canberra, Australia. The Jute Mill of your company is running in an eco-efficient manner with a clear focus on work place health and safety. The effectiveness of these systems is evident from reduced oil and water consumption, reuse of waste oils and water.

DIRECTORS :

Sri Jitendra Kumar Kapila , Director , retire by rotation and if eligible offer himself for re-appointment.

CORPORATE GOVERNANCE :

A report on Corporate Governance along with the Auditor's Certificate regarding Compliance of the conditions of Corporate Governance as also a Management Discussion and Analysis Report pursuant to clause 49 of the Listing Agreement are annexed hereto.

AUDITORS

M/s. R. Kothari & Company, Chartered Accountants, would retire on conclusion of forthcoming Annual General Meeting and are eligible for re-appointment.

INDUSTRIAL RELATIONS

During the year under review Industrial Relations were cordial and the continued support rendered by the executives, staff and workmen of the company throughout the year is appreciated.

PARTICULARS OF EMPLOYEES

The information in accordance with the Provisions of Section 217 (2A) of the Companies Act, 1956 read with the Company (particulars of Employees) rules 1975, as amended from time to time, is NIL for the report year.

ENVIRONMENT, ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

As required by the Companies (Disclosure of particulars in Report of Directors Rule, 1988 the relevant data pertaining to the conservation of energy etc. are given in Annexure - "A" of this report. Research & Development is being given due importance by the Company and efforts are being made for improvement in productivity and reduction in waste. The information in regard to Foreign Exchange earnings and outgo are as follows:

Bally Jute Company Limited

i) Earning in Foreign Currency : Export of goods calculated on F.O.B. Basis	14,61,34,816/-
ii) Expenditure in Foreign Currency : Import of Raw Jute	29,62,788/-
Travelling Expenses	17,22,000/-

DIRECTORS RESPONSIBILITY STATEMENT :

As required under Section 217 of the Companies Act, the Directors hereby confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards have been followed along with the proper explanation relating to material departures.
2. The Directors have selected such accounting policies and applied them Consistently and made Judgement and estimates that are responsible 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 that period.
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities to the best of their knowledge and ability.
4. The Directors have prepared the Annual Accounts on a going concern basis

ACKNOWLEDGEMENT :

Your Directors express their sincere thanks for the whole hearted assistance and co-operation received from banks, government authorities, customers, suppliers and members of the company.

The Directors place on record their appreciation for the continuous consistent support and sincere efforts put in by employees at all levels through their hardwork.

For and on behalf of the Board

Registered Office :
5, Sree Charan Sarani,
Bally, Howrah
Dated ; 22.05. 2013

J.K. Kapila
CHAIRMAN

Annexure "A" To the directors' report
Form – "A"

	2012-2013 Rs.	2011-2012 Rs.
<u>Power & Fuel Consumption :</u>		
<u>Electricity :</u>		
A) Purchased Units [in hundred]	148,519	143,524
Total Amount [Rs. in thousand]	100,306	85,265
Rate / Unit [Rupees]	6.75	5.94
B) Own Generation :		
Through Diesel Generator Unit		
[in hundred]	540	233
Unit per Litre of Diesel	2.82	2.38
Cost / Unit [Rupees]	12.64	9.48
<u>Coal :</u>		
[Coal is used for generation of Steam in boiler]		
Quantity [Tonnes]	0.42	0.42
Total Cost [Rs. in thousand]	4.28	3.00
Average Rate [Rupees]	10.11	7.12
<u>Consumption Per unit of Production :</u>		
Production : Jute Goods [Tonnes]	29085	27528
Electricity Unit per M.T.	511	521
Coal per M. Ton of Production	0.001	0.001

Bally Jute Company Limited

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

The Company believes in practice of good Corporate Governance. The Company firmly believes in the values of transparency, professionalism and accountability in its dealing with its customers, dealers, employees and Shareholders and with the every individual who deals and comes in the contact with the Company.

2. BOARD OF DIRECTORS:

a) Composition

As on 31st March, 2013, the Board of Directors had 3 members comprising of Director cum Manager and two Non-Executive Directors. The Chairman of the Board is Director cum Manager.

The Directors are liable to retire by rotation.

None of the Director on the Board is a member of more than 10 Committees or Chairman of more than 5 Committees across all the Companies in which he is a Director. The composition of the Board of Directors, membership of the Directors in other Board and Board Committees are as follows.

Name	Category of Directorship	No. of other Companies Directorships (including Pvt. Ltd. Company	No. of other Board Committee(s) of which he is a member*	No. of other Board Committee(s) of which he is a Chairman*
Mr. C.K.Bose*	Independent & Non Executive	1	1	--
Mr. J.K.Kapila	Director Cum Manager	7	1	1
Mr. Ajit Kumar Jain	Independent & Non Executive	4	1	1
Mr. Swapan Kumar Dey	Independent & Non Executive	--	1	--

*Deceased on 22nd May, 2012

During the year Fourteen Board Meetings were held on 2nd April '2012, 12th April '2012, 13th April '2012, 25th April '2012, 30th April '2012, 7th May '2012, 22nd May '2012, 24th May '2012, 2nd July '2012, 30th July '2012, 31st October '2012, 30th December '2012, 30th January '2013 and 2nd Feb '2013.

Name	No. of Board Meeting Attendance	Attended last AGM held on
Mr. J.K.Kapila	14	Present
Mr. A.K.Jain	14	Present
Mr. C.K.Bose*	6	Present
Mr. S.K.Dey	7	Present

*Deceased On 22nd May, 2012

None of the Non-Executive Directors of the Company have any Material pecuniary relationship or transactions with the Company.

3. AUDIT COMMITTEE

Terms of Reference

The terms of reference of the Audit Committee are in line with the revised provisions of clause 49 of the Listing Agreement. The board terms of reference of the Audit Committee are to revised with the Management and/or Internal Auditors and/or Statutory Auditors in the following areas:

Bally Jute Company Limited

- (i) Overview of the Company's financial reporting process and financial information disclosures.
- (ii) Compliance with the (1) Accounting Standards and (2) Listing and other legal requirements concerning financial statements.
- (iii) Recommending the appointment and removal of auditors and fixing their remuneration.
- (iv) Review with the Management the annual, half-yearly and quarterly financial statements before submission to the Board.
- (a) **Composition, Name of Members and Chairman,**

The composition of the Audit Committee is given below :

Name & Designation	Category	No. of Meeting
Chairman / Member	Independent & Non Executive Director	Attended
Mr. A.K.Jain, Director	Chairman	4
Mr. C.K.Bose, Director	Member	1
Mr. S.K.Dey, Director	Member	3
Mr. J.K.Kapila, Director cum Manager	Member	4

Sri S.K. Agarwal, General Manager cum Company Secretary is the secretary to the Audit Committee.

Four meetings of the Audit Committee were held during the Financial Year 2012-13.

4. Remuneration of Directors

The Board has not constituted a Remuneration Committee. All matters relating to the terms of appointment of the Executive and Non-Executive Directors are considered by the Board subject to the confirmation by Shareholders, if necessary.

The Company has also paid remuneration of Rs. 3,42,000/- P.A. along with other perquisites to Sri J.K.Kapila as Director cum Manager during the period under report as admissible within the overall limits specified under Schedule XIII of the Companies Act, 1956 and as approved by the Shareholders. Non-Executive Directors are not paid any remuneration or sitting fees.

5. Shareholders / Investors Grievance Committee

The Shareholders' / Investors' Grievance Committee comprising the following Directors.

<u>Name</u>	<u>Category</u>
Mr. C.K.Bose	Member
Mr. S.K.Dey	Member
Mr. A.K.Jain	Chairman
Mr. J.K.Kapila	Member

The details relating to the number of complaints received, number solved to the satisfaction of the shareholders and number of pending complaints have been provided in the shareholders' information section.

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6. GENERAL BODY MEETINGS

Details of the last three Annual General Meetings were held as under :

Financial Year	Location	Date	Time	Special Resolution
2009 - 2010	5, Sree Charan Sarani Bally, Howrah	30.09.2010	12.30 P.M.	None
2010 - 2011	- do -	30.09.2011	3.30 P.M.	None
2011 - 2012	- do -	29.09.2012	10.30 A.M.	None

POSTAL BALLOT

No special resolution was passed last year through postal ballot and no special resolution is proposed to be passed through postal ballot presently.

7. DISCLOSURES

- a) The particulars of transaction between the Company and its related Parties as per the Accounting Standard (As-18) are set out in Note No.33 in the notes of the Accounts for the year.
- b) No penalties / strictures have been imposed on the Company by the Stock Exchange / SEBI / Statutory Authorities on any matter related to Capital markets during the last three years.

c) **Code of Conduct:**

The Board has laid down a Code of Conduct for all the Board Members and Senior Management of the Company. All the Board Members and Senior Management personnel have affirmed compliance with the Code for 2012 - 13.

d) **Whistle Blower Policy :**

The Company at present does not have any Whistle Blower Policy.

Certificate from the Manager cum Director

I, J.K.Kapila, Director cum Manager do hereby declare that pursuant to the provisions of Clause 49 of the Listing Agreement, all the members of the Board and Senior Management Personnel of the Company have furnished their affirmation of compliance with the Code of Conduct of the Company.

Place : Howrah
Date : 22.05.2013

Sd/- J.K.KAPILA
Chairman

e) **Means of Communication :**

The Company has submitted its Quarterly, Half Yearly and Yearly financial results to the Stock Exchange soon after its approval by the Board and published the same in Leading National News Papers. At present, half yearly report on accounts is not being sent to the Shareholders. No presentations were made to the institutional investors or analysts during the period under review.

- f) The Company has presently not adopted any of the non-mandatory requirements.

8. GENERAL SHAREHOLDER INFORMATION

a) **Annual General Meeting :**

31st Annual General Meeting will be held on 30th September, 2013 at 11.30 A.M. at its Registered Office at 5, Sree Charan Sarani, Bally, Howrah - 711 201.

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b) Date of Book Closing:

25th September, 2013 To 30th September, 2013 (both day inclusive)

c) Dividend

The board has not recommended any dividend on Equity Shares

d) Listing of Stock Exchange: 1) The Calcutta Stock Exchange Ltd.

e) Demat ISIN In - Not Allotted

f) Register and Share Transfer Agent:

ABS Consultants Pvt. Ltd.
"Stephen House", Room No. 99
6th Floor, 4, B.B.D. Bag (East)
Kolkata - 700 001

g) Status of Dematerialization of Shares as on 31st March, 2013.

As on 31st March, 2013, entire Equity Shares of the Company are being held in physical Form by the Shareholders.

Distribution of Shareholding as on 31st March, 2013

Slab of Shareholdings	No. of Shareholders	%	No. of Shares	%
1 - 500	33	58	1228	0.01
501 - 1000	--	--	--	
1001 - 2000	--	--		
2001 - 3000	12	21	31375	0.24
3001 - 4000	--	--		
4001 - 5000	--	--		
5001 - 10000	--	--		
10001 and above	12	21	12875056	99.75
Total	57	100	12907659	100

Category of Shareholders as on 31st March, 2013.

Category	No. of Shares	% of Shareholdings
Promoters	12882556	99.81
Institutional Investors	--	--
Body Corporate	--	--
Indian Public	25103	0.19
NIS / OCBs	--	--
Total	12907659	100

Market Data - There was no trading during the year review and thus High / Low market price data for Stock Exchange in comparison to the indicates cannot be made.

During the period under review, no complaint were received from the shareholders. No share transfer were pending as on 31st March, 2013.

Registered Office : 5, Sree Charan Sarani, Bally, Howrah
Location : -do-
For correspondence : -do-

Bally Jute Company Limited

9) BOARD MEETING HELD ON :

02.04.2012, 12.04.2012, 13.04.2012, 25.04.2012, 30.04.2012, 07.05.2012, 22.05.2012, 24.05.2012, 02.07.2012, 30.07.2012, 31.10.2012, 30.12.2012, 30.01.2013 and 02.02.2013

**CERTIFICATE FROM PRACTISING COMPANY SECRETARIES REGARDING COMPLIANCE OF
CONDITIONS OF CORPORATE GOVERNANCE**

To
The Members of
BALLY JUTE COMPANY LIMITED

We have examined the compliance of conditions of Corporate Governance by Bally Jute Company Limited for the year ended on March 31, 2013, as stipulated in Clause 49 of the Listing Agreement of the said company with Stock Exchange(s).

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 Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

We certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mention Listing Agreement.

On the basis of information and explanation given to us and as per the records maintained in the company we state that no investor grievances are pending for a period exceeding one month against the company.

We further state 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.

Place: Kolkata
Date : 22.05.2013

For Pramod Agarwal & C
Company Secretari

Pramod Agarwal
(Proprietor)
C.P. No. : 4193

Bally Jute Company Limited

INDEPENDENT AUDITOR'S REPORT

To
The Members
BALLY JUTE COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **BALLY JUTE COMPANY LTD.**, which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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.

1. 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.

2. 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 judgement, 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 but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. 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.

3. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4. Attention is drawn to the following items :

- a. Note No. 22-D [c] regarding recognition of revenue is contrary to AS-9 and AS-11.
The effect to the profit due to the same is unascertained.
- b. Note No. 22 G (b) regarding retirement benefit on cash basis as contrary
To revised accounting standard - 15.
- c. Note No. 24 regarding non provision of gratuity liability amounting
To Rs. 17,10,74,252/-.
- d. Note No. 28 regarding Valuation of closing stock contrary to AS-2.
- e. Note No. 29 regarding parties balance remains unconfirmed.

In our opinion and to best of our information and according to the explanations given to us, except for the effects/possible effects of our observations in Para 4 above, 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, 2013;
- (b) In the case of the Statement of Profit and Loss, of the profit 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.

Bally Jute Company Limited

Report on Other Legal and Regulatory Requirements

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:
 1. 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;
 2. 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;
 3. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 4. In our opinion the Balance Sheet, Statement of Profit & Loss and cash flow Statement dealt with by this report comply with the accounting standard referred to in Sub-Section (3c) of section 211 of the Companies Act, 1956 except Note No. 22 D [c] regarding recognition of revenue is contrary to AS-9 and AS-11, Note No. 22G [b] regarding retirement benefit on cash basis as contrary to revised AS-15 and Note No. 28 regarding Valuation of closing stock contrary to AS-2.
 5. On the basis of written representation received from the Directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 6. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

Place : Kolkata

Dated : 22nd May, 2013

For R. Kothari & Company
(Chartered Accountants)
F.R.No.307069 E

K.C.Soni

Partner

Membership No.-057620

Bally Jute Company Limited

Annexure to the Auditors' Report

Referred to in Paragraph 1 of our Report of even date.

With reference to the annexure referred to in paragraph (1) under the heading "Report on Other Legal and Regulatory Requirement" of the Auditors' Report to the Members of Bally Jute Company Limited on the financial statements for the year ended 31st March, 2013, We Report the following :

- (i) a. The Company has maintained records showing full particulars including quantitative details and situation of its fixed assets.
b. The Fixed Assets have been physically verified by the management during the year according to regular programme of periodical verification in phased manner which in our opinion is reasonable having regard to the size of the company and nature of its business. In our opinion and according to the information and explanation given to us, in respect of Assets physically verified discrepancies noticed were not material and have been properly dealt with in the Books of Account.
c. During the year, the Company has not disposed off any substantial part of Fixed Assets, which would affect going concern of the company
- (ii) (a) In our opinion and according to information and explanation given to us the inventory of finished goods, processed stock and raw material & stores & spares have been physically verified by the Management during the year.
(b) In our opinion and according to information and explanations given to us, procedures of physical verification of inventories followed by the Management are reasonable and adequate in relation to the size of the Company and nature of its business.
(c) In our opinion and according to the information and explanations given to us the Company has maintained proper record of inventory and no material discrepancies were noticed on physical verification.
- (iii) (a) The Company has not granted secured or unsecured loan to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956
(b) The company has taken unsecured loan, from a party covered in the register maintained under Section 301 of the Companies Act, 1956 and the amount outstanding at the year ended 31.03.2013 is Rs. 800 Lacs and the maximum balance outstanding during the year was Rs. 1,228 Lacs.
(c) The rate of interest and the terms and conditions at which the loan has been taken is not prejudicial to the interest of the company.
- (iv) In our opinion and according to the information and explanations given to us, there are generally adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and Fixed Assets and sale of goods. In our opinion and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control.
- (v) (a) To the best of our knowledge and belief and according to the information and explanations given to us we are of the opinion that the transactions that need to be entered into the Register required to be maintained under Section 301 of the Companies Act, 1956 have been so entered.
(b) In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts of arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India and provisions of Section 58A and Section 58AA of the Companies Act, 1956 and the rules framed there under are not applicable.
- (vii) The Company has an Internal Audit System during the year under review, which in our opinion is commensurate with its size and nature of its business.
- (viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956, and we 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 for determining whether they are accurate and complete.

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- (ix) a. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing undisputed statutory dues including Employees' State Insurance, Income Tax, Sales Tax, Provident Fund, Investor Education and Protection Fund, Service Tax and any other material statutory due applicable to it and there are no arrears outstanding as at the year end for the period of more than six months from the date they became payable.
- b. According to the information and explanations given to us, there is no undisputed amounts payable in respect of Income-Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty and Cess were in arrears, as at 31st March, 2012 for a period of more than six months, from the date they became payable except Sales Tax Demand under appeal amounting Rs. 6,20,193/-.
- c. According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) The company does not have any accumulated losses at the end of the financial year. The company has not incurred any cash losses during the financial year ended on that date as well as in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or Banks. The Company has not issued debenture.
- (xii) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company has not granted loans and advances on the basis of security by way of pledge of share, debentures and other securities.
- (xiii) In our opinion, the company is not chit fund or nidhi / mutual benefit fund / society. Therefore the provisions clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) According to the information and explanations given to us, the company has maintained proper records of investments in shares. The shares have been held by the company in its own name except to the extent exempted granted under Section 49 of the Companies Act, 1956.
- (xv) In our opinion, the terms and conditions on which the Company has given guarantees for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company.
- (xvi) In our opinion and according to the information and explanations given to us, the term loans availed by Company are prima facie applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the Financial Statement of the company and after placing reliance on the reasonable assumptions made by the company, classification of long term usages of fund, we are of the opinion that the funds raised by the company on short term basis has not been used for long term investment.
- (xviii) The company has not made any preferential allotment of shares to parties and companies covered in the record maintained under section 301 of the Companies Act, 1956.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures hence clause 4 (xix) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- (xx) The company has not raised any money by public issues hence clause 4 (xx) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud or by the company has been noticed or reported during the period.

For R. Kothari & Co.
(Chartered Accountants)
F.R. No. 30

K.

Place : Kolkata
Dated : 22nd May, 2013

Membership No.-

Bally Jute Company Limited

BALANCE SHEET AS ON 31st MARCH, 2013

(In Rs.)

Particulars	Notes No.	As at 31st March, 2013		As at 31st March, 2012	
		Rs.	Rs.	Rs.	Rs.
I. EQUITY AND LIABILITIES					
Shareholders' Funds :					
Share Capital	1	129,076,590		129,076,590	
Reserves & Surplus	2	744,836,738	873,913,328	734,452,747	863,529,337
Non-current liabilities					
Long-term borrowings	3	89,862,635		115,863,167	
Deferred tax liabilities (Net)		29,815,353	119,677,988	30,122,664	145,985,831
Current liabilities					
Short-term borrowings	4	259,135,067		192,548,563	
Trade Payables		3,256,345		46,232,137	
Other Current liabilities	5	100,745,807		98,028,858	
Short-term provisions	6	11,692,106	374,829,325	20,610,735	357,420,293
Total			1,368,420,641		1,366,935,461
II. ASSETS					
Non-current assets :					
Fixed Assets					
Tangible Assets	7	867,410,567		837,929,550	
Non-current investments	8	100,000		100,000	
Other non-current assets	9	15,628	867,526,195	23,442	838,052,992
Current Assets					
Inventories	10	434,329,511		390,953,037	
Trade receivables	11	8,418,490		74,430,478	
Cash & cash equivalents	12	2,862,566		2,933,977	
Short-term loans and advances	13	49,664,983		59,133,678	
Other Current assets	14	5,618,896	500,894,446	1,431,300	528,882,469
Total			1,368,420,641		1,366,935,461

Notes to Accounts & Significant Accounting Policies

The Note Nos. 1 to 38 are integral part of these Financial Statements

As per our Report this date annexed

For R. Kothari & Company
Chartered Accountants
K.C Soni
M. No. 057620
Place : Kolkata
Dated : 22nd May, 2013

Sanjay Kumar Agarwal
General Manager (F&A) &
Secretary

J.K.Kapila
Director/Manager

A.K.Jain
Director

FOR & ON BEHALF OF BOARD

Bally Jute Company Limited

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH, 2013

(In Rs.)

	Particulars	Notes No.	For the year ended 31st March, 2013	For the year ended 31st March, 2012
	REVENUE			
I	Revenue from Operations	15	1,595,628,765	1,602,185,852
II	Other Income	16	1,270,792	620,060
III	TOTAL REVENUE		1,596,899,557	1,602,805,912
IV	EXPENSES			
	Cost of Materials Consumed	17	807,454,459	778,587,309
	Purchase of Stock-in-trade		25,274,491	4,910,423
	Change in inventories of finished goods, Work-in-progress and Stock-in-Trade	18	(31,563,480)	125,537,279
	Employee benefits expenses	19	462,697,032	394,689,936
	Finance cost	20	42,757,437	46,990,110
	Depreciation	7	37,676,895	39,221,916
	Other expenses	21	236,701,364	197,486,963
	TOTAL EXPENSES		1,580,998,198	1,587,423,936
V	Profit/(Loss) Before exceptional and extraordinary items and tax (III - IV)		15,901,359	15,381,976
VI	Exceptional Items		-	-
VII	Profit/(Loss) Before extraordinary items and tax (V - VI)		15,901,359	15,381,976
VIII	Extraordinary Items		-	-
IX	Profit/(Loss) before Tax (VII - VIII)		15,901,359	15,381,976
X	Tax Expense			
	- Current Tax		5,619,675	5,805,860
	- Deferred Tax		307,311	1,239,704
	- Income tax for earlier years		205,004	-
			5,517,368	7,045,564
XI	Profit/(Loss) for the period from continuing (IX-X)		10,383,991	8,336,412
XII	Profit/(Loss) form discontinuing operations			
XIII	Profit for the period (XI + XII)		10,383,991	8,336,412
	Equity Share			
	Basic		0.80	0.65
	Diluted		0.80	0.65

Notes on Accounts & Significant Accounting Policies

The Note Nos. 1 to 38 are integral part of these Financial Statement

As per our Report this date annexed

For R. Kothari & Company
BOARD Chartered Accountants
K.C Soni

M. No. 057620
Place : Kolkata
Dated : 22nd May, 2013

Sanjay Kumar Agarwal
General Manager (F&A) &
Secretary

J.K.Kapila
Director/Manager

A.K.Jain
Director

FOR & ON BEHALF OF

Bally Jute Company Limited

Notes to the Accounts		(In Rs.)	
Particulars	As at 31st March, 2013	As at 31st March, 2012	
1. SHARE CAPITAL			
Authorised :			
13000000 Equity Shares of Rs. 10/- each (Previous Year 13000000 Equity Shares of Rs. 10/- each)	130,000,000	130,000,000	
	130,000,000	130,000,000	
Issued, Subscribed			
12907659 Equity Shares of Rs. 10/- each (Previous Year 12907659 Equity Shares of Rs. 10/- each)	129,076,590	129,076,590	
	129,076,590	129,076,590	
Paid up			
12907659 Equity Shares of Rs. 10/- each (Previous Year 12907659 Equity Shares of Rs. 10/- each)	129,076,590	129,076,590	
	129,076,590	129,076,590	
<p>The paid up Share Capital includes 1431300 equity Shares of Rs. 10/- each fully paid up issued for consideration other than Cash pursuant to scheme of amalgamation approved by Hon'ble High Court Kolkata vide order dt. 06/07/09.</p> <p>The entire paid up Equity Share Capital represents to only one class of share having same rights as dividend voting in General Meetings etc.</p> <p>The name of Shareholders holding more than 5% shares in the Company and their numbers are as follows :</p>			
NAME OF THE SHAREHOLDERS	No. Of Shares	As on 31/3/2013 %	No. of Shares As on 31/03/2012 %
Ambica Capital Markets Limited	4,793,073	37.13	4,793,073 37.13
Respective Tie Up Limited	1,746,000	13.53	1,746,000 13.53
Goldview Financial Services Limited	1,097,533	8.50	1,097,533 8.50
Shitiz Merchandise Pvt. Ltd.	1,686,000	13.06	1,686,000 13.06
Matbichar Vyapaar Limited	1,684,500	13.05	1,684,500 13.05

Bally Jute Company Limited

Notes to the Accounts

2. RESERVE AND SURPLUS

Particulars	As at 31st March 2012	Additions Created during the year	Deductions during the year	As at 31st March 2013
Capital Reserve	17,076,393	--	--	17,076,393
Securities Premium Reserve	55,757,782	--	--	55,757,782
General Reserve	596,197,222	--	--	596,197,222
Surplus as per Profit & Loss Account (1)	65,421,350	10,383,991	--	75,805,341
Total	734,452,747	10,383,991	--	744,836,738

Notes	2013	2012
Profit for the year	10,383,991	8,336,412
	10,383,991	8,836,412

(In Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
NON-CURRENT LIABILITIES		
3. LONG-TERM BORROWINGS		
Secured		
Loan from Bank		
-Term Loans - Canara Bank	35,862,635	61,863,167
Less :		
Repayable within next 12 months transferred to "other Current Liabilities"	26,000,000	26,000,000
	9,862,635	35,863,167
Secured against 1st Charge on the existing Plant & Machinery and EMT of Land and Factory Buildings.		
Terms of Repayment		
Loan - I Sanctioned Rs 900 lacs Repayable in 27 Quarterly Instalments of Rs. 32.00 lacs and final instalment at Rs. 36 lacs starting from 31/10/2007 to 31/07/2014		
Loan - II Sanctioned Rs 632 lacs Repayable in 19 Quarterly Installments of Rs. 33.00 lacs and final installment at Rs. 5.24 lacs starting from 31/12/2009 to 30/09/2014		
Unsecured		
Loan from others		
Inter Corporate Deposit	80,000,000	80,000,000
	89,862,635	115,863,167

Bally Jute Company Limited

Notes to the Accounts

(In Rs.)

Particulars	As at 31st March, 2013	As at 31st March, 2012
CURRENT LIABILITIES		
4. SHORT-TERM BORROWINGS		
Secured		
Working Capital loans - Canara Bank	259,135,067	186,548,563
Secured by hypothecation of Raw Materials, Work-in-progress, Finished Goods, Stores & Spares and by way of 1st charge on all the present and future Book debts, outstanding and claim and money recoverable.		
Personal Guarantee of Sri H.C.Kankaria and Sri A.K.Kankaria and Corporate Guarantee of Ambica Jute Mills Ltd.		
Unsecured		
Loan from Body Corporate	—	6,000,000
	259,135,067	192,548,563
5. OTHER CURRENT LIABILITIES		
Current Maturities of Long-term Debt - Term Loans	26,000,000	26,000,000
Other Payable-employees	6,547,247	5,061,255
Trade Deposits & Advances	314,534	2,600,517
Sales Tax & Withholding taxes payable	1,177,695	2,634,839
Other Payables	66,706,331	61,732,247
	100,745,807	98,028,858
6. SHORT - TERM PROVISIONS		
Income Tax	11,692,106	20,610,735
	11,692,106	20,610,735

Bally Jute Company Limited

Notes to the Accounts

(In Rs.)

7. FIXED ASSETS - TANGIBLE

Description	GROSS BLOCK-COST/BOOK VALUE					DEPRECIATION/AMORTISATION				NET BLOCK	
	Total as at 31st March 2012	Additions/ adjustment during the year	Deductions/ adjustment during the year	Impairment (reversal) during the year	Total as at 31st March 2013	Total as at 31st March 2012	Provided during the year	Deductions/ adjustment during the year	Total as at 31st March 2013	As at 31st March 2013	As at 31st March 2012
Land											
(a) Freehold	349,960,510	-	-	-	349,960,510	-	-	-	-	349,960,510	349,960,510
Building	140,506,385	8,696,406	-	-	149,202,791	37,864,714	4,508,043	-	42,372,757	106,830,034	102,641,671
Computer	28,901,439	92,837	-	-	28,994,276	27,438,540	541,284	-	27,979,824	1,014,452	1,462,899
Plant & Machinery	622,994,843	56,700,838	-	-	679,695,681	241,633,017	32,222,091	-	273,855,108	405,840,573	381,361,826
Vehicles	2,236,771	710,970	80,000	294,343	2,573,398	1,313,905	231,457	170,993	1,374,369	1,199,029	922,866
Office Equipments	1,742,911	1,032,321	-	-	2,775,232	520,162	114,037	-	634,199	2,141,033	1,222,749
Furniture & Fixtures	910,787	127,890	-	-	1,038,677	553,758	59,983	-	613,741	424,936	357,029
TOTAL	1,147,253,646	67,361,262	80,000	294,343	1,214,240,565	309,324,096	37,676,895	170,993	346,829,998	867,410,567	837,929,550
Previous Year :-	1,121,829,405	28,690,241	3,266,000	-	1,147,253,646	270,102,180	39,221,916	-	309,324,096	837,929,550	

Bally Jute Company Limited

Notes to the Accounts

			(In Rs.)	(In Rs.)
Particulars			As at 31st March, 2013	As at 31st March, 2012
8. NON CURRENT INVESTMENTS				
Non Trade Investment Unquoted				
Number	Face Value per unit	Name of the Company		
10000 (10000)	Rs. 10	AKK Mercantile Pvt. Ltd. (Fully paid Equity Shares)	100,000	100,000
			100,000	100,000
9. OTHER NON - CURRENT ASSETS				
<u>Unamortized Expenses</u>				
Preliminary Expenses				
Opening Balance			23,442	31,256
Less: Amotization during the year			7,814	7,814
(To be written off in next 12 months Rs. 7814/-)				
			15,628	23,442
CURRENT ASSETS				
10. INVENTORIES (As certified by Management)				
Raw Materials (Lower of Cost or Market Price)			199,190,102	189,714,344
Work-in-progress (At estimated Cost)			51,859,627	54,492,886
Finished Goods (At Estimated Cost or Net Realisable Value)			161,173,441	126,976,702
Stores & Spares (at weighted average cost)			22,106,341	19,769,105
			434,329,511	390,953,037
11. TRADE RECEIVABLE				
Unsecured (Considered Good)				
Over Six Month			--	18,169,446
Other Debts			8,418,490	56,261,032
			8,418,490	74,430,478
12. CASH AND CASH EQUIVALENTS				
In Current Accounts with Schedule Bank			217,305	848,860
Cash in hand and as Imprest			1,669,386	1,202,099
OTHER BANK BALANCES				
Fixed Deposit as Margin Money with Bank			975,875	883,018
			2,862,566	2,933,977

Bally Jute Company Limited

Notes to the Accounts

Particulars	(In Rs.)	(In Rs.)
	As at 31st March, 2013	As at 31st March, 2012
13. SHORT TERM LOANS AND ADVANCES (Unsecured, Considered good)		
Advances Recoverable in cash or kind or for value to be received		
Advances to Employees	12,811,373	12,690,556
Advance to Suppliers	2,628,472	2,604,508
Advances to Others	12,440,281	11,947,390
Deposits	9,413,862	9,413,862
Deposit/Balances with Excise/Sales Tax Authorities	97,347	38,099
Advance Payment of Income Tax/TDS	12,273,648	22,439,263
	49,664,983	59,133,678
14 OTHER CURRENT ASSETS		
Other Current Assets	5,618,896	1,431,300
	5,618,896	1,431,300
15. REVENUE FROM OPERATIONS		
Sales of Jute Goods	1,611,225,517	1,617,306,848
Less : Cess Duty	15,596,752	15,120,996
Net Sales	1,595,628,765	1,602,185,852
16. OTHER INCOME		
Dividend	3,350	3,459
Interest Income	905,021	294,091
Rent Income	346,756	300,000
Miscellaneous Income	15,665	22,510
	1,270,792	620,060
17. COST OF MATERIALS CONSUMED		
Opening Stock	189,714,344	221,896,093
Add : Purchase (Net of Sales)	816,930,217	746,405,560
Less : Closing Stock	199,190,102	189,714,344
	807,454,459	778,587,309
18. CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Closing Stock in Progress	51,859,627	54,492,886
Closing Stock - Finished Goods	161,173,441	126,976,702
	213,033,068	181,469,588
Opening Stock in Progress	54,492,886	53,388,734
Opening Stock - Finished Goods	126,976,702	253,618,134
	181,469,588	307,006,868
Increase / (Decrease) in Stock	31,563,480	(125,537,279)

Bally Jute Company Limited

Notes to the Accounts

Particulars	(In Rs.)	(In Rs.)
	As at 31st March, 2013	As at 31st March, 2012
19. EMPLOYEE BENEFITS EXPENSES		
Salaries, Wages & Allowance	424,546,320	360,277,320
Contribution to Provident & Other Fund	36,070,659	32,480,762
Staff Welfare Expenses	2,080,053	1,931,854
	462,697,032	394,689,936
20. FINANCE COST		
Interest Expenses	35,253,806	46,967,712
Foreign Exchange Fluctuation	7,503,631	22,398
	42,757,437	46,990,110
21. OTHER EXPENSES		
Store & spares consumed	79,894,359	65,571,670
Power & Fuel	98,674,196	82,071,102
Rent	205,000	155,000
Repairs to Building	1,014,232	650,276
Repairs to Machinery	788,591	1,124,424
Insurance	9,936,400	11,380,530
Rates & Taxes	845,516	654,760
Brokerage & Commission	5,253,581	5,822,414
Auditors Remuneration	213,484	213,484
Miscellaneous Expenses	39,876,005	29,843,303
	236,701,364	197,486,963

Bally Jute Company Limited

NOTE NO. 22

Notes Forming Part of the Accounts for the year ended 31st March, 2013.

SIGNIFICANT ACCOUNTING POLICIES:

A. BASIS OF ACCOUNTING OF FINANCIAL STATEMENT:

The Financial statements have been prepared in accordance with historical Cost convention of a going concern on mercantile basis except for Insurance Claim, Dividend Income which are accounted for as and when received and in case of Payment of Gunny Claim and Export subsidy is accounted for as and when settled. Revenue subsidy provided on accrual basis and the same has been adjusted against revenue expenses. Capital subsidy received as per scheme of central and state govt. taken in the accounts on the basis of crystallizations. Power & Fuel is net of Electricity rebate accounted as and when received.

B. FIXED ASSETS AND DEPRECIATION:

- a) Fixed Assets of the Company have been stated at cost of acquisition, less accumulated depreciation. Cost includes all expenses incurred to bring the assets to its present location and condition.
- b) Depreciation is provided at the rates prescribed under schedule XIV of the companies Act, 1956 on Straight-line basis.

C. INVENTORIES:

Inventory of the Company have been valued as follows:

- a) Raw Material : At Cost or Market Price whichever is lower.
- b) Jute In Process : At Estimated Cost.
- c) Stores & Spares : At Weighted average Cost.
- d) Finished Goods : At estimated Cost or Net realisable value
Which ever is lower
- e) Shares & Securities : At Lower of Cost or market price.

D. SALES:

- a) Sales are Stated at net of cess duty, returns, Cash Discounts and claims. Raw material consumed shown net of Sale of Raw Jute etc. Stores & Spares consumed are net of Sale of scrap.
- b) Consignment sales are accounted for on the basis of account sales received up to the date of report balance of stock transfers are treated as consignment sale on the basis of Proforma Invoice consider net remittance receivable from Consignee. Adjustments, if required, are made on subsequent receipt accounts sales.
- c) Exports Sales are accounted for on the basis of net Sales Proceeds received as per Bank adv. Transactions remaining unsettled are translated at the rate of exchange ruling at the end of the year.

E. INVESTMENT:

Investment is valued at cost and treated as long term investment.

Bally Jute Company Limited

F. BORROWING COST:

Borrowing Cost attributable to the acquisition of a qualifying asset, as defined in AS-16 on borrowing cost are, capitalised as part of Cost of acquisition.

Other borrowing costs are expensed as incurred.

G. RETIREMENT BENEFITS:

- a) Contributions to Provident Fund are accounted for on accrual basis.
- b) Liability in respect of Gratuity provided on cash basis.
- c) Leave liability is being accounted for on accrual basis as calculated by the Management.

H. CONTINGENT LIABILITY

Contingent Liabilities are not provided for but disclosed by way of notes to the account.

I. TAXES ON INCOME:

Current tax is determined on the basis of the amount of tax payable on taxable income for the year. Deferred tax is calculated at current statutory income tax rate and is recognized on timing differences between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognised and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Other Notes in relation to Financial Statements

- 23. Contingent Liability not provided in respect of Bank Guarantee Rs. 4,61,07,232/- (Previous year 2,23,24,800/-) and sales tax demand under appeal Rs. 6,20,193/-.
- 24. Liability of Gratuity has been determined on Actuarial basis as per revised AS-15 as on 31.03.2013 Rs. 17,10,74,252/- (P.Y. Rs.17,13,55,334/- (Revised). The same will be accounted for as and when paid.
- 25. Auditors Remuneration consists of:

(Excluding Service Tax)

Particulars	Year 2012-13	Year 2011-12
Audit Fees	1,40,000	1,40,000
Tax Audit Fees	50,000	50,000

- 26. Raw Material Purchases include Purchase of Goods and direct attributable Expenses.
- 27. Cost of Raw Materials Consumed is shown after adjusting Jute Sales etc. totaling to Rs. 1,18,22,055/- (P.Y. Rs. 5,76,15,588/-)
- 28. Liability for Cess Duty on Closing Stock of Finished Goods as per practice, has not been provided for. This non-provision is contrary to AS-2 issued by ICAI but has no effect on Profitability of the Company. The amount of such liability estimated at Rs.16,60,086/- (P.Y. 13,07,860/-).
- 29. The Confirmation of balance of advances, Sundry Debtors, Consignment Parties & creditors is awaited.

Bally Jute Company Limited

30. Payment against supplies from Micro, Medium enterprises are made in accordance with agreed credit terms. To the extent ascertained available information, there was no overdue amounts outstanding at the end of the year.

31. As required under Accounting Standards -28, the carrying amount of asset does not exceeds its recoverable amount. Hence loss on account of impairment is not recognized.

32. SEGMENT REPORTING

The entire operation of the Company relates to only one segment i.e. Jute Goods. As such there is no separate reportable segment as defined under Accounting Standard-17 issued by the ICAI on segment reporting.

33. RELATED PARTY DISCLOSURE:

Name of the related Parties and relationship with them:

Relationship	Nature of Related Party	Nature of Transaction	Balance Outstanding(Rs)
Subsidiary Company	NIL	NIL	NIL
Associate Company	Ambica Capital Markets Limited	NIL	NIL
Key Management Personnel	J.K.Kapila	Remuneration	Rs. 3,42,000/-

34. EARNING PER SHARE:

Earning per Share is calculated by dividing the Profit after Tax, attributable to the Equity Share holder the weighted average number of Equity Shares Outstanding during the year as below.

Particulars	31.03.2013	31.03.2012
Basic Earning per share (RS.)	0.80	0.65
Diluted Earning per Share (RS.)	0.80	0.65
Nominal Value per share (RS.)	10	10
Profit after Taxation (RS.)	1,03,83,991	83,36,412
Weighted average no. of shares		
- For Basic E.P.S	1,29,07,659	1,29,07,659
- For Diluted E.P.S	1,29,07,659	1,29,07,659

35. DEFERRED TAXATION:

In view of Accounting Standards 22 "Accounting for Taxes on Income" issued by the I.C.A.I., Deferred tax Assets for the year amounting to Rs.3,07,311/- has been recognized in the statement of Profit & Loss.

The deferred Tax Assets & Liabilities comprise of tax effect of following timing differences:

Bally Jute Company Limited

Particulars	2012-13 (Rs.)	2011-12 (Rs.)
Opening Balance of Deferred Tax Assets/(Liabilities)	(3,01,22,664)	(2,88,82,960)
Add/Less : Deferred Tax Assets/(Liability) on account of Depreciation	3,07,311	(12,39,704)
Closing Deferred Tax Liability	(2,98,15,353)	(3,01,22,664)

36.

Sl. No.	Value (Rs.)	%	Value (Rs.)	%
i) Value of Imported and Indigenous Raw Material & Stores (Including Components & Spare Parts) Consumed				
Raw Material :—				
-) Imported	2,962,788	0.37%	82,877,730	11%
-) Indigenous	804,491,671	99.63%	695,709,579	89%
TOTAL	807,454,459	100%	778,587,309	100%
Stores :—				
-) Imported	—	—	—	—
-) Indigenous	79,894,359	100%	65,571,670	100%
TOTAL	79,894,359	100%	65,571,670	100%
ii) Earning in Foreign Currency :				
Export of goods calculated on F.O.B. Basis	14,61,34,816		7,76,55,869	—
iii) Expenditure in Foreign Currency :				
Import of Raw Jute	29,62,788		8,28,77,730	—
Travelling Expenses	17,22,000		86,825	—

37. Figures are rounded off to the nearest rupee.

38. Schedule 1 to 37 form an integral part of Balance sheet and Profit & loss account and have been duly authenticated.

As per our Report this date annexed

For R. Kothari & Co.
Chartered Accountants
K.C Soni

M. No. 057620
Place : Kolkata
Dated : 22nd May, 2013

Sanjay Kumar Agarwal
General Manager (F&A) &
Secretary

FOR & ON BEHALF OF BOARD

J.K.Kapila
Director/Manager

A.K.Jain
Director

Bally Jute Company Limited

Particulars	2012-13 (Rs.)	2011-12 (Rs.)
Opening Balance of Deferred Tax Assets/(Liabilities)	(3,01,22,664)	(2,88,82,960)
Add/Less : Deferred Tax Assets/(Liability) on account of Depreciation	3,07,311	(12,39,704)
Closing Deferred Tax Liability	(2,98,15,353)	(3,01,22,664)

36.

Sl. No.	Value (Rs.)	%	Value (Rs.)	%
i) Value of Imported and Indigenous Raw Material & Stores (Including Components & Spare Parts) Consumed				
Raw Material :—				
-) Imported	2,962,788	0.37%	82,877,730	11%
-) Indigenous	804,491,671	99.63%	695,709,579	89%
TOTAL	807,454,459	100%	778,587,309	100%
Stores :—				
-) Imported	—	—	—	—
-) Indigenous	79,894,359	100%	65,571,670	100%
TOTAL	79,894,359	100%	65,571,670	100%
ii) Earning in Foreign Currency :				
Export of goods calculated on F.O.B. Basis	14,61,34,816		7,76,55,869	—
iii) Expenditure in Foreign Currency :				
Import of Raw Jute	29,62,788		8,28,77,730	—
Travelling Expenses	17,22,000		86,825	—

37. Figures are rounded off to the nearest rupee.

38. Schedule 1 to 37 form an integral part of Balance sheet and Profit & loss account and have been duly authenticated.

As per our Report this date annexed

For R. Kothari & Co.
Chartered Accountants
K.C Soni
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Place : Kolkata
Dated : 22nd May, 2013

Sanjay Kumar Agarwal
General Manager (F&A) &
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J.K.Kapila
Director/Manager

A.K.Jain
Director

FOR & ON BEHALF OF BOARD

Bally Jute Company Limited

(In Rs.)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013				
Particulars	For the Year Ended 31.03.2013		For the Year Ended 31.03.2012	
A. NET PROFIT BEFORE TAX	15,901,359		15,381,976	
Adjusted for :				
Depreciation	37,676,895		39,221,916	
Dividend Income	(3,350)		(3,459)	
Interest & Finance Charges	42,757,437	96,332,341	46,990,110	101,590,543
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES				
Changes in				
Trade & Other Receivables	71,293,087		1,030,301	
Inventories	(43,376,474)		155,052,748	
Deferred Tax	307,311		1,239,704	
Trade Payables	17,409,031	45,632,955	(152,865,700)	4,457,05
CASH GENERATED FROM OPERATIONS		141,965,296		106,047,56
Interest paid	—		—	
Deferred taxes	(307,311)		(1,239,704)	
Direct Taxes paid	(5,619,675)	(5,926,986)	(5,805,860)	(7,045,56
CASH FLOW BEFORE EXTRA ORDINARY ITEMS				
EXTRA ORDINARY ITEMS				
NET CASH FROM OPERATING ACTIVITIES (A)		136,038,310		99,002,0
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(67,157,912)		(25,424,241)	
Preliminary Expenses paid	7,814		7,814	
Dividend Received	3,350	(67,146,748)	3,459	(25,412,0
NET CASH FLOW FROM INVESTING ACTIVITIES (B)		(67,146,748)		(25,412,0
C. CASH FLOW FROM FINANCING ACTIVITIES				
I. Tax for earlier years	(205,004)		—	
Proceeds from Borrowing	(26,000,532)		(25,999,618)	
Payment of Interest & Finance Charges	(42,757,437)	(68,962,973)	(46,990,110)	(72,989,
NET CASH FROM FINANCING ACTIVITIES (C)		(68,962,973)		(72,989,
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		(71,411)		59
Cash and Cash Equivalents as at the commencement of the year		2,933,977		2,33
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		2,862,566		2,93
		(71,411)		59

As per our Report this date annexed

For R. Kothari & Company
BOARD Chartered Accountants
K.C Soni
M. No. 057620
Place : Kolkata
Dated : 22nd May, 2013

Sanjay Kumar Agarwal
General Manager (F&A) &
Secretary

J.K.Kapila
Director/Manager

A.K.Jain
Director

FOR & ON BEHALF OF