

Gelatine

C. J. GELATINE PRODUCTS LIMITED

FACTORY:
21, NEW INDUSTRIAL AREA,
MANDIDEEP- Pin : 462046
DIST. RAISEN (M.P.) INDIA

TEL.: 07480-423301 - 16 Lins
Fax : 07480-233612
E-mail : contact@cjgelatineproducts.com
CIN : L24295MH1980PLC023206

FORM – A

Sr No.	Particulars	Details
1	Name of the Company	C.J.Gelatine Products Limited
2	Annual Financial Statement for the year Ended	31 st March 2014
3	Type of Audit Observation	Quarterly & Annually
4	Frequency of observation	3 Month
5	To be Signed by :- 1. Managing Director 2. Auditor 3. Audit Committee Chairman	Sh. Jaspal Singh Sh. Ramanand Kini Sh. Sandeep Singh

FOR C. J. GELATINE PRODUCTS LTD

[Signature]
AUTHORISED SIGNATOR

C.J. Gelatine Products Limited

CHAIRMAN & MANAGING DIRECTOR

Sachiv Sahni

JOINT MANAGING DIRECTOR

Jaspal Singh

INDEPENDENT DIRECTORS

Vikas Gupta

Sandeep Singh

COMPANY SECRETARY

Harman Singh

AUDITORS

R Kini & Associates

Chartered Accountants

Gujarat

BANKERS

IDBI Bank Ltd.

REGISTERED OFFICE

Tokars

Acharya Dande Marg

Sewree (w), Mumbai - 400015

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34th ANNUAL REPORT 2013 – 14

BOARD OF DIRECTORS

CHAIRMAN & MANAGING DIRECTOR

Sachiv Sahni

JOINT MANAGING DIRECTOR

Jaspal Singh

INDEPENDENT DIRECTORS

Vikas Gupta

Sandeep Singh

COMPANY SECRETARY

Harman Singh

AUDITORS

R Kini & Associates

Chartered Accountants
Gujarat

BANKERS

IDBI Bank Ltd.

REGISTERED OFFICE

Tokersi Jivraj Wadi

Acharya Donde Marg

Sewree (w), Mumbai – 400015

FACTORY

21, New Industrial Area,

Mandideep – 462046

Dist.: Raisen (M.P.)

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Notice

NOTICE is hereby given that the Thirty Fourth Annual General Meeting of M/s C.J. Gelatine Products Limited will be held at Registered Office of the Company Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (w), Mumbai - 400015 on Saturday the 13th September, 2014 at 10.30 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Balance Sheet as at 31st March 2014, the Profit and Loss Account for the year ended on that date together with the schedules annexed thereto as well as the Directors Report and Auditors Reports thereon.
2. To appoint a Director in place of Mr. Sachiv Sahni (DIN - 00219765) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditor to hold office from the conclusion of this Meeting until the Conclusion of Next Annual General Meeting and fix their remuneration by passing the following Resolution with or without modification(s), as an Ordinary Resolution

"RESOLVED THAT pursuant to provisions of Section 141 of the Companies Act, 2013, M/S R Kini & Associates, Chartered Accountant (Registration No. 021611), be and is hereby re-appointed as the Auditor of the Company till the Conclusion of the Next Annual General Meeting and the Board of Directors/Audit Committee of the Company be and is hereby authorised to fix their remuneration."

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an ORDINARY RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under read with Schedule IV to the

Companies Act, 2013, Shri Vikas Gupta (DIN - 03603519), Director of the Company, be and is hereby re-appointed as an Independent Director of the Company to hold office for a term of Five years upto 31st March, 2019.

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

"RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 and the Rules made there under read with Schedule IV to the Companies Act, 2013, Shri Sandeep Singh (DIN - 03603531), Director of the Company, be and is hereby re-appointed as an Independent Director of the Company to hold office for a term of Five years upto 31st March, 2019.

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

"RESOLVED THAT pursuant to the provisions of Section 148 and any other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the Cost Auditor Appointed by the Board of Directors of the Company, to conduct the audit of the Cost Records of the Company for the Financial Year Ending 31st March, 2015, be paid the remuneration as set out in the Statement annexed to the Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company, be and is hereby authorised to do all acts and take all steps as may be necessary.

By Order of the Board of Directors

Harman Singh - Company Secretary

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and the Share Transfer Books of the Company will remain closed from Saturday, the 6th September, 2014 to Saturday the 13th September, 2014 (both days inclusive)
3. The Company has received Notice under Section 141(3)(g) of the Companies Act, 2013 from Statutory Auditors of the Company, R.Kini & Associates (Registration No. 021611) confirming that appointment if made, will be within the prescribed limits as per Section 141(3)(g) of the Companies Act, 2013.
4. Members holding shares in physical form are requested to forward all applications for transfers and all other shares-related correspondence (including intimation for change of address) to the Share Transfer Agents of the Company at the following address:

M/s. Adroit Corporate Services Pvt. Ltd
19/20, Jaferbhoy Industrial Estate
1st Floor, Makwana Road, Marol Naka
Andheri East
Mumbai: 400 059.
Tel.: 28594060, 28596060
Fax: 28503748
E-mail: pratapp@adroitcorporate.com
5. Members who hold shares in physical form can nominate a person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest, to avail of the nomination facility by filling Form SH. 13 in duplicate with the Share Transfer Agents which, on request will supply blank forms. Members holding shares in the dematerialised form may contact the Depository Participant for recording nomination in respect of their shares.
6. The Company is pleased to offer e-voting facility as an alternate, for all its members to enable them to cast their vote electronically in terms of Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 (including any statutory modification of re-enactment thereof for the time being in force). Accordingly, a member may exercise his vote at the general meeting by electronic means and the Company may pass any resolution by electronic voting system in accordance with the provision of this rule.

Members may contact Shri Parshuram Sagvekar, Compliance Officer, for any grievances connected with electronic means at the Registered Office of the Company Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (w), Mumbai - 400015, Tel No. - 022-24133193.
7. The Board vide its Resolution passed on 19th July, 2014 has appointed Ms Sonal Jain, Practising Company Secretary, (Membership No. A34393, COP No. 13242) as a Scrutinizer for conducting the e-voting process in accordance with the law in a fair and transparent manner.

The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Joint Managing Director of the Company.
8. The e-voting period commences on 3rd Sep, 2014 (8:30 am) and ends on 5th Sep, 2014 (5:00pm). During this period shareholder of the Company, holding shares either in Physical form or in dematerialized form, as on the cut-off date i.e. 11th Aug 2014 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

9. The instructions for members for voting electronically are as under:-

In case of members receiving e-mail:

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

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <p>- Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and last 8 digits of the demat account/folio number in the PAN field.</p> <p>- In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar</p>

	with folio number 100 then enter RA00000100 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- (xi) Click on the EVSN for C.J. Gelatine Products Limited on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.

- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

In case of members receiving the physical copy:

- (A) Please follow all steps from sl. no. (i) to sl. no. (xvii) Above to cast vote.
- (B) The voting period begins on 3rd Sep, 2014 (8:30 am) and ends on 5th Sep, 2014 (5:00pm). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 11th August, 2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (C) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

10. You can update your mobile number and email id in the user profile details of the folio which may be used for sending communication(s) regarding CDSL e-voting system in future.

By Order of the Board of Directors

Harman Singh – Company Secretary

Place – Bhopal, 19th July, 2014

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013
ITEM NO. 4**

Shri Vikas Gupta has been on the Board of Directors of the Company as a Non

C.J. Gelatine Products Ltd.

Executive Independent Director Since February 2012.

With the notification of Section 149 and other Applicable provisions of the Companies Act, 2013, Shri Vikas Gupta, being Eligible and offers himself for re-appointment, is proposed to be re-appointed as an Independent Director for a term of 5 (Five) years upto 31st March, 2019.

In the Opinion of the Board, Shri Vikas Gupta fulfills the conditions specified in the Act and rules made there under for his appointment as an Independent Director of the Company.

The Board of Directors of your Company recommends the resolution in relation to appointment of Shri Vikas Gupta as an Independent Director, for the Approval by the Shareholders of the Company.

Except Shri Vikas Gupta, no other Director and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 4.

Disclosure under Clause 49 of the Listing Agreement with the Stock Exchange is set out in the Annexure to the Explanatory Statement.

ITEM NO. 5

Shri Sandeep Singh has been on the Board of Directors of the Company as a Non Executive Independent Director Since February 2012.

With the notification of Section 149 and other Applicable provisions of the Companies Act, 2013, Shri Sandeep Singh, being Eligible and offers himself for re-appointment, is proposed to be re-appointed as an Independent Director for a term of 5 (Five) years upto 31st March, 2019.

In the Opinion of the Board, Shri Sandeep Singh fulfills the conditions specified in the Act and rules made there under for his appointment as an Independent Director of the Company.

The Board of Directors of your Company recommends the resolution in relation to appointment of Shri Sandeep Singh as an Independent Director, for the Approval by the Shareholders of the Company.

Except Shri Sandeep Singh, no other Director and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5.

Disclosure under Clause 49 of the Listing Agreement with the Stock Exchange is set out in the Annexure to the Explanatory Statement.

ITEM NO. 6

The Board on Recommendation of the Audit Committee has approved the Appointment and remuneration of M/S Sudeep Saxena & Associates, Cost Accountants, (Registration No. - 30265), as the Cost Auditors of the Company to conduct the Cost records of the Company for the Financial Year 2014 - 15 at a Fee of Rs. 25000/- subject to taxes, etc.

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

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the Financial Year ending 31st March, 2015.

None of the Directors / Key Managerial Personnel of the Company / their Relatives is, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.

The Board recommends the Ordinary resolution set out at Item No. 6 of the Notice for Approval by the Shareholders.

As required under Clause 49 of the Listing Agreement, the relevant information in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting are given below.

Name of Director	Sachiv Sahni	Sandeep Singh	Vikas Gupta
Date of Birth	12/11/1980	28/01/1986	07/10/1986
Date of Appointment	29/04/1999	17/02/2012	17/02/2012
Qualifications	B. Com. From Bombay University	B.Com(H), ACS, LLB	B.Com(P), ACS, LLB
Experience in specific Functional Area	12 Years Business Experience. He has been the MD of the Company for More than 5 years.	5 Years of hands on experience in the field of Legal & Accounts.	More than 5 Years of Experience in the Field of Statutory laws related to the Companies.
List of other Company Directorship held	C.Jairam Pvt. Ltd	NIL	NIL
Chairman/Member of the Committee of the Board of the Company.	Audit Committee, Remuneration Committee, Share Transfer & Investors Relation Committee	Audit Committee & Remuneration Committee	Audit Committee & Remuneration Committee
Chairman/Member of Committee of the Board of other Companies in which he is a Director.			
a) Audit Committee	NIL	NIL	NIL
b) Remuneration Committee	NIL	NIL	NIL
c) Compensation Committee	NIL	NIL	NIL

By Order of the Board of Directors

Harman Singh
Company Secretary
Place - Bhopal
Date:- 19th July, 2014

DIRECTORS REPORT

To the Members,

Your Directors present herewith the Thirty Fourth Annual Report and the Audited Statements of Accounts of the Company for the financial year ended 31st March, 2014.

<u>FINANCIAL RESULTS</u>		2013-14 (Rs. In Lacs)		2012-13 (Rs. In Lacs)
Sales & Other Income		1506.12		1587.48
Profit Before Interest, Depreciation and Tax		50.51		66.47
Less: ----- Interest	50.42		44.14	
	20.35	70.77	20.31	64.45
Depreciation				
Profit Before Tax		(20.26)		2.02
Less: ----- Provision For Tax				0.38
Profit / Loss For The Year		(20.26)		1.63
ADD: Balance Brought Forward		16.80		15.17
Carried to Balance Sheet		(3.46)		16.80

During the year under review the Company recorded a total Revenue of Rs. 1506.12 Lacs and earned a PBITD of Rs. 50.51 Lacs. Due to the Low Availability of Raw material, Maintenance at Factory Premises and steady Increase in Prices of Raw material from September, 2013, the Production of Finished Goods at the Factory Declined, however on a Brighter Note, there has been an Increase in realization price of Finished Goods, however due to a downward trend in Production, the same had an effect on Revenues for the Financial year. In the Field of Gelatine manufacturers, Our Company is taking Big strides to improve on quality of the product, Once we achieve the same, we will increase the volume, which in turn will help in recollecting profits.

Energy Costs (i.e. Electricity, Coal & Diesel) are large component for production of the Finished Products. The Continuous rises in prices of Energy Costs have

staged a bid roadblock in the manufacturing of the Finished Product at a cost which is cost effective. Your Company is going to adopt various measures to control the Energy Costs such as Energy Audit, etc.

TAXATION

No Provision for tax for the year has been made as per the Income Tax Act, 1961.

DIVIDEND

Your Directors do not propose any dividend for the financial year ended 31st March, 2014.

INSURANCE

The Directors confirm that the Fixed Assets and Stocks of the Company are adequately insured against fire and allied risks.

FIXED DEPOSITS

The Company has not accepted any Fixed Deposit during the year nor are there any outstanding deposits, which are due for repayment.

LISTING OF SHARES

The equity shares of the Company are listed on the Stock Exchange at Mumbai and the Company has paid Annual Listing Fees for the year 2014-15.

PARTICULARS OF EMPLOYEES

The Company has no employee falling within the purview of Section 217(2A) of the Companies Act, 1956 read with Companies (particulars of employees) Rules, 1975 as amended in respect of whom the particulars are required to be disclosed.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars regarding conservation of Energy, Technology Absorption and Foreign Exchange as prescribed under section 217(1)(e) of the Companies Act, 1956 are given in the Annexure to this Report.

DIRECTORS:

Shri Sachiv Sahni is liable to retire by rotation at the forthcoming Annual General Meeting and being eligible offer for Reappointment under Section 152 of the Companies Act, 2013.

With the Notification of section 149 of the Companies Act, 2013 and Other Applicable provisions of the Act Shri Vikas Gupta and Shri Sandeep Singh are proposed to be reappointed as Independent Directors in terms of Section 149 and other Applicable provisions of the Companies Act, 2013 for a period of 5 (Five) Years upto 31st March, 2019.

The Details of Directors being recommended for Appointment/Re – Appointment and Appropriate Resolution(s) seeking your Approval are also included in the Notice.

DIRECTOR'S RESPONSIBILITY STATEMENT

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

In preparation of the annual accounts, applicable accounting standards have been followed (along with proper explanation relating to material departures) and that there are no material departures.

They have selected the accounting policies and applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2014 and of the Loss of the company for the year ended on that date.

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.

They have prepared the Annual Accounts on a going concern basis.

CORPORATE GOVERNANCE:

Your Company has complied with the mandatory provisions of clause 49, relating to Corporate Governance, of the Listing Agreement with the Stock Exchange. A separate section on Corporate Governance forming part of the Directors' Report and a certificate from the Company's Auditors confirming the Compliance of conditions on Corporate Governance are included in the Annual Report.

AUDITORS' REPORT

The points raised by the Auditors in their report are self explanatory and covered in the notes on the Accounts.

AUDITORS

M/s R.Kini and Associates, Chartered Accountants, Vadodara, Auditors of the company, retire at the ensuing Annual General Meeting. They have given in writing their consent for their re-appoint as statutory auditor for the F.Y. 2014-15. The Certificate from the Auditor have been received to the effect that their Re-Appointment, if made, would be within the prescribed Limit under Section 141(3)(g) of the Companies Act, 2013.

COST AUDITORS

Pursuant to the provisions of Section 224(1B) read with Section 233B of Companies Act, 1956, M/s Sudeep Saxena & Associates, Cost Accountants were appointed as the Cost Auditors of the Company for the year ending 31st March, 2014.

The Cost Compliance Report was filed with the Ministry of Corporate Affairs on 22/02/2014.

INDUSTRIAL RELATIONS:

The relationship between the Management and Employees of the Company remained cordial. The Company takes care of their welfare to the best of its ability.

ACKNOWLEDGEMENT:

Your Directors acknowledge with sincere gratitude the co-operation and assistance extended by the Bank(s), Customers, Dealers, Vendors, Promoters, Shareholders, Government Authorities and all other Business Associates during the year under review. The Directors also wish to place on record their deep sense of gratitude for the committed services of employees at all levels.

For and on behalf of the Board

(SANDEEP SINGH)

(JASPAL SINGH)

DIRECTOR

JOINT MANAGING DIRECTOR

PLACE – BHOPAL

DATE – 19/07/2014

ANNEXURE TO DIRECTORS' REPORT

Particulars as required under the Companies (Disclosure of Particulars in Report of Board of Directors) Rules - 1988 in respect of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo.

CONSERVATION OF ENERGY

Every care has been taken to conserve energy in the process of manufacturing or other operations.

- (i) We are making efforts to study the use of Recycling of Water and Installation of RO System to Improve the Quality of water.
- (ii) We are in process of Finalizing Energy Audit, which will let us know to save the ever increasing Energy Cost.
- (iii) We are improving our ETP Equipment for cost efficient treatment of the Effluent.
- (iv) We are Studying an alternative Fuel for the Drier to save ever increasing cost of Diesel.

TECHNOLOGY ABSORPTION**RESEARCH AND DEVELOPMENT**

The Company has not set up a separate unit for research and development since its need was not felt.

However, Employees working in the Lab are making continuous efforts for Quality Improvement of Finished Products under the Supervision of General Manager of the Company.

FOREIGN EXCHANGE EARNING AND OUT-GO

During the year under report, the Company has neither earned nor spent any foreign exchange.

FORM - A

Form for disclosure with respect to conservation of energy.

A) POWER AND FUEL CONSUMPTION

Sr. No.	Particulars	2013-14	2012-13
1.	Electricity		
	Unit (000) Kwhs	2554.52	2826.45
	Total Cost (Rs. In Lacs)	191.03	202.28
	Average Cost Per Unit	7.48	7.16
2.	Steam Coal		
	Quantity (Tonnes)	3647.12	4523.33
	Total Cost (Rs. In Lacs)	184.69	175.31
	Average Cost Per Tonne	5064.00	3875.79
3.	Diesel		
	Quantity (000 Litres)	81.42	85.50
	Total Cost (Rs. In Lacs)	47.33	41.92
	Average Cost Per Litre	58.13	49.02

B) CONSUMPTION PER UNIT OF GELATINE PRODUCTION

Sr. No.	Particulars	Unit	2013-14
1.	Electricity (Per Tonne)	KWH	7396.00
2.	Coal (Per Tonne)	Kgs	1055.90
3.	Diesel (Per Tonne)	Litre	235.73

For and on behalf of the Board

(SANDEEP SINGH)

(JASPAL SINGH)

DIRECTOR

JOINT MANAGING DIRECTOR

PLACE - BHOPAL

DATE - 19/07/2014

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE & DEVELOPMENTS

The worldwide gelatin market is benefiting from growing demand for pharmaceutical industries, fueled by robust economic development witnessed in emerging economies, particularly in Asia. In addition, the fast-expanding ageing demography of the global population is boosting demand from the pharmaceutical industry for gelatin and its derivatives products.

Worldwide Gelatin consumption is forecast to reach new heights, fuelled by aging population, focus on healthcare and increasing demand from end-use industries such as food & beverage, nutraceuticals and pharmaceuticals. Additionally, rising standards of living, shift to vegetarian gelatin options, easy affordability and greater awareness in emerging economies such as China and India will promote further growth. However, despite the bright outlook, consumer concerns related to the safety and social aspects of using products derived from animal body parts continue to haunt industry prospects.

India: India ranks topmost in the world in livestock holding and has the potential to utilize slaughterhouse by products to partly meet the growing requirement of animal feeds.

OUTLOOK ON OPPORTUNITIES

The rapid growth of the Pharmaceutical, and Health & Nutrition market in India and across the world, has resulted in stable demand for Gelatin. Your company shall seize this opportunity and increase its market spread.

Your Company is also planning to optimum utilization of the Capacities available in the Plant in the near future.

OUTLOOK ON THREATS, RISKS AND CONCERNS

With the increasing demand for Gelatin in India, the last few years have witnessed an unprecedented shortage for its key raw material i.e. crushed Bone. The impact of the global economic recession and the export of Bone/meat from the country resulted in a lower availability of crushed bones in India. This resulted in a steep increase in the raw material costs.

The meat industry is now on a recovery path with the demand in the export as well as domestic markets picking up and we expect the raw material shortage situation to ease in the near term.

CAUTIONARY STATEMENTS

Statements in the Management's Discussion and Analysis describing the Company's projections, estimates, expectations or predictions may be "Forward Looking Predictions" within the meaning of Applicable Securities Laws and Regulations. Actual Results may differ from such Estimates, projections. Factors which would make a significant difference to the Company's operations include achievement of better quality and good market price in market, Changes in Government Regulations and Laws, economic conditions affecting Demand/Supply and Other Environmental Factors over Which Company does not have any control.

The Management has a firm belief that the strategic direction of your Company is sound and will continue to exceed the shareholders expectation, both short-term and long-term.

For and on behalf of the Board

(SANDEEP SINGH)

(JASPAL SINGH)

DIRECTOR

JOINT MANAGING DIRECTOR

PLACE - BHOPAL

DATE - 19/07/2014

CORPORATE GOVERNANCE REPORT:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate Governance ensures fairness, transparency and integrity of the management which provides a frame work within which stakeholders can pursue the objectives of the organization effectively. Good Corporate Governance practices encompass the organizational culture and lay the foundation for enhanced corporate excellence. Your Company is committed to achieve and maintain higher standards of Corporate Governance on an ongoing basis and therefore operates within accepted standards of propriety, fair play and justice, which are fundamental to the Company.

The Company believes in good corporate governance, transparency and ethical conduct in all its activities aimed at strengthening the confidence among shareholders, customers, employees and other stakeholders. Your Company has always been conscious of ensuring transparency, accountability and responsibility while dealing with its employees, stakeholders, and the customers

The following report on Corporate Governance has been provided pursuant to clause 49 of the Listing Agreement:

2. BOARD OF DIRECTORS:

A) Composition of Board

The Board of Directors of the Company comprises of Executive, Non-Executive and Independent Directors who have in depth knowledge of the business and industry. The composition of the Board of Directors of the Company is in conformity with Clause 49 of the Listing Agreement with the Stock Exchange.

As on 31st March, 2014 the Company had Four Directors on the Board and the Chairman being an Executive. Out of the Four Directors two were Non-Executive and Independent Directors.

B) Non executive Directors' compensation and Disclosures:

Non-Executive Directors are not paid any remuneration except sitting fees. The details of sitting fees paid to them are separately mentioned in this report.

C) Other Provisions as to Board and Committees:

None of the Directors is a member in more than Ten Committees or Chairman in more than five Committees, across all the Companies in which they are Directors. Necessary disclosures regarding committee positions in other public companies as on 31st March, 2014 have been made by the Directors.

Attendance at Board Meetings

During the year under review, Four Meetings were held on the Following Dates with a gap not exceeding Four Months between Two Consecutive Meetings.

Total 4 Meetings were held in the year 2013-14. The dates on which the said meetings were held are as follows

Sr. No.	Date(s)
1.	25/05/2013
2.	20/07/2013
3.	26/10/2013
4.	01/02/2014

The composition of the Board, number of directorship in other companies, memberships/chairmanships of the Committees in public limited companies other than your Company, private limited companies and attendance at Board and General Meetings held during the financial year under review are mentioned below:

Sr. No.	Name	Category	Attendance at Board Meetings		Directorships in other public Companies Chairman/Member	Membership/Chairmanship of Committees in other Public Companies		Attendance at A.G.M. held on 21 st September, 2013
			Held	Attended		Chairman	Member	
1.	Sachiv Sahni	Chairman & Managing Director	4	1*	Nil	N. A.	N. A.	Present
2.	Jaspal Singh	Joint Managing Director	4	4	1	Hindustan Drugs Limited	N. A.	Present
3.	Sandeep Singh	Non Executive Director	4	4	Nil	N. A.	N. A.	Present
4.	Vikas Gupta	Independent Non Executive Director	4	4	Nil	N.A.	N.A.	Present

* Mr. Sachiv Sahni, attended only one Board Meeting During the year, due to health issues, he is out of India for his Medical Checkups.

Committee of Directors includes Audit Committee, Share Transfer Committee and Remuneration Committee. Independent Director Means a Director defined as such under clause 49 of the listing agreement.

D) CODE OF CONDUCT:

The Company has laid down a code of conduct for the Directors and Senior Management personnel of the Company. The Code of Conduct has been posted on the Company's website: www.cjgelatineproducts.com. The members of the Board and Senior Management Personnel have affirmed compliance to the said Code of Conduct. A declaration to this effect, duly signed by the Managing Director, is available on the website of the Company.

Declaration as required under Clause 49 of Listing Agreement

All Board Members and Senior Management personnel have affirmed compliance with the code of ethics for the Financial Year Ended 31st March, 2014.

3. COMMITTEES OF THE BOARD:

The company has three Committees of the Board of Directors viz.

- (i) Audit Committee
- (ii) Share Transfer & Investors Relation Committee
- (iii) Remuneration Committee

All decisions pertaining to the constitution of Committees, appointment of members and fixing the terms of reference for committee members are taken by the Board of Directors. Details of the role and composition of these committees, including the number of meetings held during the year and the attendance are provided below:-

(i) Audit Committee:-

The Audit Committee of the Company is constituted in accordance with Clause 49 of the Listing Agreement with the Stock Exchange.

The terms of reference of the Audit Committee are broadly as under:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the Statutory Auditor and the fixation of audit fees.
3. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a. Matters required being included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956.
 - b. Changes, if any, in accounting policies and practices and reasons for the same.
 - c. Significant adjustments made in the financial statements arising out of audit findings.
 - d. Compliance with listing and other legal requirements relating to financial statements.
 - e. Disclosure of any related party transactions.
 - f. Qualifications in the draft Audit Report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
6. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
7. To review the functioning of the Whistle Blower mechanism.

8. Carrying out any other function as is assigned to the Audit Committee.

The composition of the Audit Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Members	No. of Meetings Held	No. of Meetings Attended
1.	Shri Sachiv Sahni	4	1
2.	Shri Vikas Gupta	4	4
3.	Shri Sandeep Singh	4	4

The Audit Committee met Four times during the year

Sr. No.	Date(s)
1.	25/05/2013
2.	20/07/2013
3.	26/10/2013
4.	01/02/2014

(ii) Share Transfer & Investors Relation Committee

The Share Transfer & Investor Relation Committee comprises of Shri Sachiv Sahni and Shri Jaspal Singh. The Share Transfer & Investor Relations Committee is authorized to consider and approve the physical share transfers, transmission and transposition, issue of duplicate certificates, consolidation, split and renewal of share certificates and to attend investor grievances. The meetings of the Committee were held Four times during the year ended on 31st March, 2014. The details of attendance are as below:

Sr. No.	Name of Members	No. of Meetings Held	No. of Meetings Attended
1.	Shri Sachiv Sahni	4	1
2.	Shri Jaspal Singh	4	4

The Company has appointed M/s. Adroit Corporate Services Pvt. Ltd. as its Share Transfer Agent. The Committee also deal with the matters relating to redressal of complaints from shareholders relating to share transfers, non receipt of Annual Report, dividend etc. and monitoring thereof

Name and designation of compliance officer

Mr. Harman Singh, Company Secretary.

Status of Investor complaints

The Company has not received any letters/complaints relating to share transfers, non receipt of Annual Report, dividend etc. from the investors during the year ended 31.03.2014.

(iii) Remuneration Committee

The composition of the Remuneration Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Members	Membership
1.	Shri Sandeep Singh	Chairman
2.	Shri Sachiv Sahni	Member
3.	Shri Vikas Gupta	Member

No Remuneration Committee was comprised during the year.

Details of Remuneration paid/payable to Executive and Non-executive Directors for the year ended March 31, 2014 are given below:

a) Non- executive Directors:

Sr. No.	Name of Director	Sitting Fees Paid (Rs.)	No. of Shares Held
1.	*Shri Vikas Gupta	10000/-	NIL
2.	*Shri Sandeep Singh	10000/-	NIL

*Independent Directors

b) Executive Directors:

Sr. No.	Name of Director	Sitting Fees Paid (Rs.)	Remuneration
1.	Shri Sachiv Sahni	2500/-	NIL
2.	Shri Jaspal Singh	10000/-	840000/-

SERVICE CONTRACT, SEVERANCE FEE AND NOTICE PERIOD OF THE EXECUTIVE DIRECTORS

A Separate Service Contract is not entered into by the Company. The Company has no scheme for stock options. No Notice period or severance fee is payable to any Director.

4. BOARD PROCEDURE

The Board meetings of the Company are conducted on the basis of the agenda prepared in consultation with the Board. All items are backed by background

materials and relevant supporting papers which are circulated in advance to the Directors.

Information Supplied to the Board:

The Board of Directors has complete access to the information within the Company, which interalia includes:

- Quarterly results for the company and its operating divisions or business segments.
- Minutes of meetings of audit committee and other committees of the board.
- Show cause, demand, prosecution notices and penalty notices which are materially important.
- Fatal or serious accidents, dangerous occurrences, any material effluent or pollution problems.
- Any material default in financial obligations to and by the company, or substantial nonpayment for goods sold by the company.
- Significant labour problems and their proposed solutions. Any significant development in Human Resources/ Industrial Relations front like signing of wage agreement, implementation of Voluntary Retirement Scheme etc.
- Non-compliance of any regulatory, statutory or listing requirements and shareholders service such as non-payment of dividend, delay in share transfer etc.

5. (a) General Body Meetings:

Date, Time and Venue of Current Annual General Meeting:

Saturday, the 13th September, 2014 at 10.30 A.M at its Reg. office at

Tokersi Jivraj Wadi, Acharya Dande Marg, Sewree (W), Mumbai: 400015.

Location and time where last three Annual General Meetings were held:

Year	Date	Time	Location	Detail of S.R. passed, if any
2011	17 th September, 2011	12.30 P.M.	Mancherji E Joshi Hall, Athornan Madressa Annexe, 1st Floor, 651 - 52, Firdoshi Road, (Opp Palamkote Hall), Parsi Colony, Dadar (E), Mumbai - 400014	-----
2012	14 th July, 2012	12.30 P.M.	Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (w), Mumbai - 400015	-----
2013	21 st September, 2013	10.00 A.M.	Hotel Vinayaka, Shop No. 29-30, Shivaji Nagar, Lower Parel (East) Mumbai - 400013	-----

(b) Resolutions through Postal Ballot

No resolution was put through Postal Ballot during the year.

6. DISCLOSURES

a) Related Party Transactions

Transactions with the related parties are disclosed in B-8 of Note 21(Notes on Accounts) forming part of the Accounts in terms of Accounting standard AS-18. However, these transactions are not likely to have any potential conflict with the interest of the Company. The Audit Committee has reviewed these transactions as required under clause 49 of the Listing Agreement.

b) Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed the accounting standards issued by the Institute of Chartered Accountants of India to the extent applicable.

c) Disclosure of Risk management

Your Company is well aware of risks associated with its business operations. Comprehensively risk management system is being put in place involving classification of risk, adoption of risk mitigation measures and a strong mechanism to deal with potential risks and situation leading to rise of risks in an effective manner.

d) Management Discussion & Analysis:

Management Discussion & Analysis Report – An Outlook & SWOT Analysis forms part of Director's Report.

e) Disclosure regarding appointment or re-appointment of Directors:

The detailed profiles of Directors appointed/re-appointed and retiring by rotation are provided in the Annexure to the Notice of the Annual General Meeting.

7. CEO / CFO Certification

The Managing Director (CEO) has certified to the Board in accordance with Clause 49(V) of the Listing Agreement pertaining to CEO /CFO Certification for the financial year ended 31st March, 2014.

8. COMPLIANCE BY THE COMPANY

The Company has complied with the requirements of the Stock Exchanges, SEBI and other statutory authorities on all matters relating to capital market during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchanges, SEBI or other Statutory Authorities.

9. MEANS OF COMMUNICATION

a) The quarterly and annual financial results are usually published in The Free Press Journal and Nav Shakti.

b) The Company has its own website viz. www.cjgelatineproducts.com and the financial results and quarterly shareholding pattern along with other relevant information useful to the investors are uploaded on the website regularly.

c) At present half yearly report on accounts is not being sent to each household of the shareholders.

d) The Management Discussion and Analysis is given separately in this Annual Report.

10. GENERAL SHAREHOLDER INFORMATION:

Annual General Meeting: Saturday, the 13th of September, 2014 at 10.30 p.m.

Venue	Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (W), Mumbai: 400015.
Book Closure	From Saturday, the 06 th of September, 2014 to Saturday, the 13 th of September, 2014 (Both days Inclusive)
Dividend	Nil
Registered Office	Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (W), Mumbai: 400015.
Registrar & Share Transfer Agent	Adroit Corporate Services Pvt. Ltd.
Listing of Stock Exchange	Bombay Stock Exchange
Stock Code	507515
ISIN allotted to Equity Shares	INE 557 D01015
Our Website	www.cjgelatineproducts.com

Financial Year for the Year 2014 -15 : Starts from 1st April and ends on 31st March of the following year

Financial Calendar	
Quarter Ending June 2014	July 2014
Quarter Ending September 2014	October 2014
Quarter Ending December 2014	January 2015
Year Ending March 2015	May 2015

Stock Market Data

Monthly high and low prices of Equity Shares of the Company quoted at Stock Exchange, Mumbai during the year 2013-14

Month	Low	High
April, 2013	18.35	19.75
May, 2013	07.40	18.35
June, 2013	05.23	07.26
July, 2013	04.18	05.13
August, 2013	04.34	05.98
September, 2013	06.09	08.46
October, 2013	08.18	11.13
November, 2013	10.90	17.53
December, 2013	13.04	19.11
January, 2014	12.10	17.30
February, 2014	13.40	17.00
March, 2014	16.20	17.00

Distribution of Shareholding as on 31st March, 2014

No. of Equity	No. of Sh. Holders'	% of Sh. Holders'	No. of Sh. Held	Amount (In Rs.)	% of Sh. Holding
1 to 500	4173	94.35	503532	5035320.00	10.46
501 to 1000	136	3.07	114936	1149360.00	2.39
1001 to 2000	50	1.13	78055	780550.00	1.62
2001 to 3000	15	0.34	37614	376140.00	0.78
3001 to 4000	2	0.05	6799	67990.00	0.14
4001 to 5000	11	0.25	52071	520710.00	1.08
5001 to 10000	15	0.34	111122	1111220.00	2.31
10001 & Above	21	0.47	3909171	39091710.00	81.22
Total	4423	100.00	4813300	48133000.00	100.00

Categories of Shareholding as on 31st March, 2014

No. of Shares Held	Folios	%age	Shares	%age
RESIDENT INDIVIDUALS	4102	92.74	1695698	35.23
NON RESIDENT INDIANS (INDIVIDUALS)	260	5.88	57259	1.19
CORPORATE BODIES (PROMOTER)	1	0.02	1585750	32.95
CORPORATE BODIES	46	1.04	82854	1.72
BANKS	2	0.05	300	0.01
DIRECTORS (PROMOTER)	2	0.05	1047998	21.77
DIRECTORS RELATIVES (PROMOTER)	4	0.09	250	0.01
PROMOTERS (PROMOTER)	2	0.05	127400	2.65
CORPORATE BODY BROKER	4	0.09	215791	4.48
TOTAL	4423	100.00	4813300	100.00

Registrar and Share Transfer Agent:

Adroit Corporate Services Pvt. Ltd
19/20, Jaferbhoy Industrial Estate, 1st Floor, Makwana Road, Marol Naka, Andheri East, Mumbai: 400 059.
Tel.: 28594060, 28596060
Fax: 28503748
E-mail: pratapp@adroitcorporate.com

Share Transfer System:

All shares sent for transfer in physical form are registered by the Registrar and Share Transfer Agent within 30 days of the lodgment, if documents are found in order. All requests for dematerialization of shares are processed and the confirmation is given to the respective depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL) within 15 days.

Dematerialization of Shares & Liquidity	84.09% of Equity Shares have been dematerialized as on 31 st March, 2014
Details on use of Public Funds obtained	No fund has been raised from Public in the last Three years
Present Location	Mumbai and Mandideep near Bhopal
Investor Correspondence	Adroit Corporate Services Pvt. Ltd.

DECLARATION REGARDING COMPLIANCE BY THE BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

I hereby declare that all the members of the Board of Directors and the Senior Management Personnel have affirmed compliance with the Code of Conduct, applicable to them as laid down by the Board of Directors in terms of Clause 49 (1) (D) (ii) of the Listing Agreement entered into with the Stock Exchange, for the year ended 31st March, 2014.

For and on behalf of the Board

(SANDEEP SINGH) (JASPAL SINGH)

DIRECTOR JOINT MANAGING DIRECTOR

PLACE - BHOPAL DATE - 19/07/2014

AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT:

To the Members of M/s. C. J. Gelatine Products Limited

1. We have reviewed the implementation of the Corporate Governance procedure by C.J. Gelatine Products Limited (the Company) during the year ended 31st March, 2014 with the relevant records and documents maintained by the Company furnished to us for our review and the report on corporate governance as approved by the Board of Directors.

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

3. On the basis of our review and according to the information and explanation given to us, the conditions of corporate governance as stipulated in clause 49 of the Listing Agreement with the Stock Exchange have been complied with in all the material aspect by the Company.

**For: R. Kini & Associates,
Chartered Accountants
Firm Regn. No.116134W**

**Place: Bhopal
Date: 12th May, 2014**

**R.Kini
Proprietor- M.No.021611**

AUDITORS' REPORT

To,

The Members of
C.J. Gelatine Products Limited,
Mumbai

1. We have audited the attached Balance Sheet of M/s. C. J. Gelatine Products Limited, as at 31st March, 2014, Profit & Loss Account and 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 have 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 statement is free of material misstatement. An audit includes examining on 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 the 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 the terms of sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanation given to us during the course of audit, we annex hereto Annexure-A on the matters specified in Paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to in Paragraph 3 above, we report that:

- a. We have obtained all 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, Profit & Loss Account and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this Report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- e. On the basis of written representations received from the Directors and taken on record by the Board Of Directors, we report that none of the Directors is disqualified as on March 31, 2014 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 said accounts read together with the Significant Accounting Policies and notes on

accounts (Note No.21) along with clauses 8(a) and 8(b) of Annexure to Audit Report, 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;

(a) In the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2014;

(b) In the case of the Profit & Loss Account, of the loss of the Company 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.

For: R. Kini & Associates,
Chartered Accountants
Firm Regn. No.116134W

Place: Bhopal
Date: 12th May, 2014

R.Kini
Proprietor- M.No.021611

ANNEXURE REFERRED TO IN OUR REPORT OF EVEN DATE ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014 OF C.J.GELATINE PRODUCTS LIMITED

- 1a. The Company is in the process of updating its fixed assets register to show full particulars including quantitative details and situation of fixed assets.
- b. The Company has not carried out physical verification of its fixed assets during the year, pending updation of fixed assets register. However, the Management has assured that the physical verification of fixed assets will be carried out once the fixed assets register is updated.
- c. During the year, the Company has not disposed off a substantial part of the fixed assets.
- 2a. The inventories have been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
- b. In our opinion, the procedures of 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. In our opinion, the Company has maintained proper records of inventories. The discrepancies noticed on physical verification of inventories as compared to book records were not material and the same have been properly dealt with in the books of account.
- 3a. The Company has not granted any loans, secured or unsecured to Companies, firms, or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. The Company has however, taken unsecured loans from one party (01) listed in the Register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year and the year ended balance of the aforesaid loans was Rs.1.00 Lakhs (Previous Year – Rs.18.28 Lakhs)
- b. In our opinion, the rate of interest and other terms and conditions on which unsecured short loans have been taken from Companies and other parties listed in the register maintained under Section 301 of the Companies Act, 1956 are prima facie not prejudicial to the interest of the Company.
- c. The Company is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest where ever applicable.
- d. There are no overdue amounts of loans taken from Companies and other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods. During the course of the audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. a. In our opinion and according to the information and explanations given to us, all transactions that need to be entered into the register 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, there are no transactions made in pursuance of contracts or arrangement entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rs.500,000/- (Rupees Five Lakhs only) in respect of any party during the year, have been made at prices which are reasonable having regard to prevailing market price at the relevant time.

6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public which are contrary to the provisions of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. As informed to us, no order has been passed by the Company Law Board relating to the deposits accepted from the public.

7. We have been informed that during the year under audit, the Central Government has prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for its products vide Order Dated 06th November, 2012. The Company has complied with the above requirements for the financial year 2013 – 14.

8. a. According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax etc. with appropriate authorities. However, as explained to us, the Company is yet to pay arrears of Income Tax of Rs.640,465/- (excluding interest accrued on above) (Previous Year- Rs.640,465/-) for Asst. Year 2010-11 and Export Tax of Rs.341,330/- (Previous Year- Rs.341,330/-)

b. According to the records of the Company, the dues of Central Excise Duty which has not been deposited with appropriate authorities on account of disputes and the forum where the disputes are pending as under:

Sl. No	Name of Statute	Nature of dues	Amount in Rs (Lakhs)	Forum where the Dispute is pending
01	Central excise & Customs Act	Excise Duty Demand	5.33	Customs, Excise & Service Tax Appellate Tribunal, Delhi

9. In our opinion, the accumulated losses of the Company as at the end of the financial year does not exceed fifty percent of its net worth. The Company has not incurred cash losses during the financial year under audit (though, incurred book losses of Rs.20,25,624/-)

10. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

11. In our opinion, the Company is not a Chit Fund Company or a Nidhi / Mutual Benefit Fund/Society. Therefore, the provisions of Clause-4 (xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
12. In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
13. 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.
14. The Company has not taken any Term Loan during the year.
15. According to the information and explanations given to us and on an overall examination of the Balance Sheet and the Cash Flow Statement of the Company, we are of the opinion that the funds raised on short term basis have not been used for long term investment. No long term funds have been used to finance short term assets.
16. According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to Parties and Companies covered in the register maintained under Section 301 of the Companies Act, 1956.
17. The Company has not issued any debentures during the year and accordingly, the question of creating security in respect thereof does not arise.
18. The Company has not made any public issues during the year and therefore, the question of disclosing the end use of money raised by public issue does not arise.
19. According to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For: R.Kini & Associates,
Chartered Accountants,
Firm Regn. No.116134W

Place: Bhopal
Date: 12th May, 2014

R.Kini
Proprietor- M.No.021611

M/s.C.J.GELATINE PRODUCTS LIMITED**BALANCE SHEET AS AT 31.03.2014**

(ALL AMOUNT IN INDIAN RUPEES)

PARTICULARS	Note No.	Figures as at the end of current reporting period	Figures as at the reporting period
(a) Share Capital	1	48,133,000	48,133,000
(b) Reserves and Surplus	2	83,055,094	90,732,159
		<u>131,188,094</u>	<u>138,865,159</u>
(a) Long-term borrowings	3	16,429,899	20,419,260
		<u>16,429,899</u>	<u>20,419,260</u>
(c) Other current liabilities	4	67,645,497	69,648,893
(d) Short-term provisions	5	1,530,256	1,060,558
		<u>69,175,753</u>	<u>70,709,451</u>
TOTAL		<u>216,793,746</u>	<u>229,993,870</u>
ii. ASSETS:			
(I) Tangible assets	11	105,113,402	112,473,311
		<u>105,113,402</u>	<u>112,473,311</u>
(a) Inventories	6	93,539,007	88,662,800
(b) Trade receivables	7	8,076,276	13,665,909
	8	151,972	308,595
	9	9,913,089	14,883,255
		<u>111,680,344</u>	<u>117,520,559</u>
TOTAL		<u>216,793,746</u>	<u>229,993,870</u>
Contingent Liabilities and Commitments	10	2,396,000	2,096,000
See accompanying notes to the financial statements			

The Notes referred to above, form an integral part of the Balance Sheet

for R.Kini & Associates
Chartered Accountants

For & on behalf of Board of Directors

Joint Managing Director

Proprietor
M. No. 021611
F. R. No. 116134WSandeep Singh
DirectorPlace: Bhopal
Date: 12th May, 2014Harman Singh
Company Secretary

M/s.C.J.GELATINE PRODUCTS LIMITED

(ALL AMOUNT IN INDIAN RUPEES)

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2014

PARTICULARS	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
i. Revenue from operations	12	149,327,440	158,747,899
ii. Other income	13	305,669	321,557
iii. Total Revenue (i+ii)		149,633,109	159,069,456
iv. Expenses			
(a) Cost of material consumed	14	85,009,675	98,041,501
(b) Change in inventory of finished goods, work-in-prog	15	(4,002,929)	(4,170,252)
(c) Employee benefit expense	16	28,981,124	25,558,529
(d) Finance Costs	17	5,041,798	4,414,968
(e) Depreciation and amortization expense	18	2,035,216	2,031,285
(f) Other expenses	19	36,725,049	32,991,750
Total expenses		153,789,933	158,867,781
v. Profit before exceptional and extraordinary items and tax (iii-iv)		(4,156,824)	201,676
vi. Exceptional and extraordinary items	20	2,131,199	-
vii. Profit before tax(v-vi)		(2,025,625)	201,676
viii. Tax expense:			
(a) Current Tax	21	0	(38,430)
(b) Provision for Deferred Tax Liability/(Assets)			
ix. Profit(Loss) for the period from continuing operations(xi-x)		(2,025,625)	163,246
x. Profit(Loss) from discountinuing operations		-	-
xi. Tax expense of discountinuing operations		-	-
xii. Profit(Loss) from discountinuing operations (after tax) (xi-xii)		-	-
xiii. Profit(Loss) for the period (xi+xiv)		(2,025,625)	163,246
xiv. Earning per equity share:			
(1) Basic		-	-
(2) Diluted		-	-

See accompanying notes to the financial statements

The Notes referred to above, form an integral part of the Statement of Profit & Loss Account

As per our Audit Report of even date attached

for R.Kini & Associates
Chartered Accountants

For & on behalf of Board of Directors

R.Kini
Proprietor
M. No. 021611
F. R. No. 116134WJaspal Singh
Joint Managing DirectorSandeep Singh
DirectorPlace: Bhopal
Date: 12th May, 2014Harman Singh
Company Secretary

(ALL AMOUNT IN INDIAN RUPEES)

NOTES FORMING PART OF THE BALANCE SHEET FOR THE PERIOD ENDED 31.03.2014

PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE 1: Share Capital		
1. Authorised Share Capital		
(a) 7000000 Equity Shares of Rs. 10/- each (700000000)	70,000,000	70,000,000
	<u>70,000,000</u>	<u>70,000,000</u>
2. Issued, Subscribed & Paid-up Shares		
(a) Equity Share Capital		
(i) 4813300 Equity Shares of Rs. 10/- each fully paid-up (4813300 P.Y.)	48,133,000	48,133,000
	<u>48,133,000</u>	<u>48,133,000</u>
3. Reconciliation Statement of Share Capital (in Nos. of Shares)		
(a) Equity Share Capital		
Balance of shares at the beginning of the reporting period	48,133,000	48,133,000
Balance of shares at the end of the reporting period	<u>48,133,000</u>	<u>48,133,000</u>
4. Details of shares held by Holding Company, Ultimate Holding Company, including shares held by or by subsidiaries or association of the holding company or the ultimate holding company in aggregate:		
(a) Holding Company		
(1) C. Jalaram Pvt. Ltd.	1,585,750	1,585,750
	<u>1,585,750</u>	<u>1,585,750</u>
5. Details of shares in the company % of more than 5 percent shares specifying 1 share	% OF SHARES	% OF SHARES
(a) C. Jalaram Pvt. Ltd.	32.95	32.95
(b) Jaspal Singh	20.83	0.59
	<u>2,588,548</u>	<u>1,588,548</u>
6. Details of Forfeited shares	11,100	11,100
	<u>11,100</u>	<u>11,100</u>
NOTE 2: RESERVES AND SURPLUS		
1. Share Forfeited Account	58,250	58,250
2. Revaluation Reserve		
Revaluation of Fixed Assets	156,151,433	156,151,433
Less: Depreciation on the amt on Revaluation	73,948,706	68,297,266
	<u>82,202,727</u>	<u>87,854,167</u>
3. General Reserve	94,389	94,389
4. Investment Allowance Reserve	1,045,825	1,045,825
5. Surplus/Profit & Loss Account		
(a) Balances of shares at the beginning of the reporting period	1,679,528	1,516,282
Add: Addition during the year		
(b) (i) Balances of Profit and Loss Account	-2,025,625	163,246
(c) Balances of Profits at the end of the reporting period	<u>-346,097</u>	<u>1,679,528</u>
Total Reserves & Surplus	<u>83,055,094</u>	<u>90,732,159</u>

NOTE 3: LONG TERM BORROWINGS**1. Secured Borrowings****(a) Term Loans/Cash Credit****(i) From Banks**

Secured by way of Mortgage/ Charges on the immovable prop- 16,329,899 17,500,000
 at Mandideep, Bhopal, M.P. and on Fixed Assets Situated at Mandideep, Bhopal, MP
 (Working Capital Limit from IDBI Bank Limited amount outstanding as on 31.3.14 Rs.163,29,899/27)
 (Previous Year Rs. 176,98,149.27)

16,329,899 17,500,000

2. Unsecured Borrowings**(a) Term Loan****(i) From Other Parties**

Nitta Gelatin India Ltd.

— —

(b) Deferred payment Liabilities/Deposits/Loans & Advances from Related parties/

Loan term maturities of finance lease obligations/ other loans and advances (specify nature)

Sachiv Sahni 0 1,090,790
 S P Sahni Trust 100,000 1,828,470
 100,000 2,919,260

Total Long Term Borrowings

16,429,899 20,419,260

NOTE 4: OTHER CURRENT LIABILITIES**1. Income Received in Advance#****2. Trade Payable*****3. Other Liabilities****4. TOD in Cash Credit account**

— —
 60,892,374 59,066,650
 6,753,123 10,189,999
 — 392,244

includes security deposits, Advance received from Customer

67,645,497 69,648,893

* There is no information available with the Company regarding o/s amounts payable to Micro, Small & Medium Enterprises.

NOTE 5: SHORT TERM PROVISIONS**1. Provision for Employee Benefit****2. Others**

— —
 1,530,256 1,060,558
 1,530,256 1,060,558

NOTE 6: Inventories**1. Raw material****2. Work in Progress****3. Finished Goods****4. Store and Spares****5. Loose tools****6. Coal****7. Diesel****8. Packing Material****9. Lab Material**

3,122,983 2,249,706
 44,888,759 56,488,520
 40,969,682 26,204,340
 4,334,364 2,463,987
 25,880 25,880
 — —
 — —
 197,339 1,109,002
 — 121,365
 93,539,007 88,662,800

NOTE 7: TRADE RECEIVABLES**1 Debts Outstanding for a period exceeding 6 Months****a) Trade Receivables****i) Unsecured - Considerd Good**

1,018,078 13,665,909

Debts Outstanding for a period Less than 6 Months**(a) Trade Receivables****i) Unsecured - Considered Good**

7,058,198 —
 8,076,276 13,665,909

NOTE 8: CASH AND CASH EQUIVALENTS

1. Balances with Banks:-		
(a) In Current Account	109,167	59,801
(b) Earmarked balances with banks	—	—
(c) Balances with bank held at margin money or security against borrowings guarantees and other commitments	—	—
(d) Repatriation restrictions	—	—
(e) Bank deposits with more than 12 months maturity	1,000	1,000
2. Chaque ,Drafts on hand	—	—
3. Cash on hand	41,805	247,794
	<u>151,972</u>	<u>308,595</u>

NOTE 9: SHORT TERM LOANS AND ADVANCES

1. (a) Amounts due from private companies in which any director is a director or member		
(i) Secured-Considered Goods	865,268	4,023,959
	—	—
2. Other Loans and Advances	—	—
(a) Secured	—	—
(i) Considered Goods	4,288,769	3,748,422
(b) Unsecured	—	—
(i) Considered Goods	4,759,052	6,087,646
(ii) Considered Doubtful	—	1,023,228
	<u>9,913,089</u>	<u>14,883,255</u>

Includes Other Advances, Advances to Suppliers, Other Current Assets and Income Tax (Net of Provision)

NOTE 10: CONTINGENT LIABILITIES AND COMMITMENTS

1. Contingent liabilities		
(a) Guarantee Given to Sales Tax Authorities for permanent Registrat	10,000	10,000
(b) General Bond Executed in favour of Collection of Central Excise	200,000	200,000
(c) Bond Executed in favour of Collector of Central Excise	—	—
(i) B-2 Bond of Rs. 50000/-	50,000	50,000
(ii) B-11 Bond of Rs. 600000/-	600,000	600,000
(d) Central Excise (CNVT Credit of Service Tax)	578,000	578,000
(e) Central Excise (Excise Duty Demand)	533,000	533,000
(f) Bank Guarantee Given to Collection of Central Excise	125,000	125,000
(g) Bank Guarantee (PBG) Given to MP Pollution Control Board	300,000	—
	<u>2,396,000</u>	<u>2,096,000</u>

NOTES FORMING PART OF THE BALANCE SHEET AS AT 31.03.2014

(ALL AMOUNT IN INDIAN RUPEES)

NOTE 11 : FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				IMPAIR- MENT LOSSES			NET BLOCK	
	AS AT 31.03.2013	ADDITIO NS	DEDUCT IONS	AS AT 31.03.2014	AS AT 31.03.2013	DEDUCT IONS	FOR THE YEAR	TRANSF E R TO RESERV E	NET DEP. CHARGE D	AS AT 31.03.2014	AS AT 31.03.2014	AS AT 31.03.2014	
	RATES												
A.Tangible Assets													
Land		28150823	0	0	28150823	0	0	0	0	0	0	28150823	
Building	3.34%	85186678	0	0	85186678	44628692	0	2845235	1760318	1084917	47473927	37712751	
Plant and Equipment	5.28%	120718000	0	0	120718000	92004723	0	3838747	3838747	0	95843470	24874530	
Furniture and fixtures	18.10%	15663622	0	0	15663622	4329489	0	827039	0	827039	5156528	10507094	
Computers	40.00%	695943	38000	0	733943	584018	0	23443	0	23443	607461	128482	
Vehicles	25.89%	1031941	21225	0	1053166	998794	0	19499	0	19499	1018293	34147	
Office Equipments	13.91%	974453	0	0	974453	895953	0	20324	0	20324	916277	58176	
Staff Quarters	1.63%	907246	0	0	907246	831403	0	10550	0	10550	841953	65293	
Lab Equipments	13.91%	4021200	0	0	4021200	807981	0	52375	52375	0	860356	3160844	
Building cont. Machinery	15.33%	758585	133623	0	892208	681454	0	15625	0	15625	697079	195129	
Typewriter	13.91%	36952	0	0	36952	36581	0	57	0	57	36638	314	
Airconditioner	13.91%	9464	0	0	9464	8825	0	89	0	89	8914	550	
Equipment (Guest House)	13.91%	171724	22849	0	194573	135173	0	7740	0	7740	142913	51680	
Total	—	103250	111050	0	214300	13484	0	25932	0	25932	39416	174684	
Previous year		258429881	326747	0	258756628	145956570	0	7686556	5651440	2035216	153543226	105113402	
		258238075	191806	0	258429881	138273945	0	7682725	5651440	2031285	145956570	112473311	
												119954230	

Note: The Net Block of Fixed Assets includes Rs. 922,02,727/- (Previous year -Rs. 878,54,167/-) on account of Revaluation of Fixed Assets carried out since 2002. Consequent to the said revaluation, there is a charge of depreciation of Rs. 56,51,440/- (Previous year -Rs. 56,51,440/-). This has no impact on profit or loss for the year.

(ALL AMOUNT IN INDIAN RUPEES)

NOTES FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31.03.2014

PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
NOTE 12 : REVENUE FROM OPERATIONS		
(a) Revenue from-Sale of Product	164,977,721	175,708,427
(c) Less: sales returns	1,742,500	3,078,938
	163,235,221	172,629,489
(b) Less: Excise duty	13,907,781	13,881,590
Total	149,327,440	158,747,899
Particulars of Sale of Products		
i. Sale of Gelatine	130,656,481	140,099,131
ii. Sale of Di-Calcium Phosphate	32,578,740	32,530,358
iii. Sale of Ossein	—	—
	163,235,221	172,629,489
NOTE 13 : OTHER INCOME		
1. other income		
(a) Interest Income on Security Deposit/ Fixed Deposit	220,684	226,056
(b) Dividend Income	—	—
(c) Miscellaneous Receipts	84,985	95,501
(d) Other non-operating Income (net of expenses directly attrib)	—	—
(e) Loss/Profit on sale of fixed assets	—	—
	305,669	321,557
NOTE 14 : COST OF MATERIAL CONSUMED		
1. Raw Material		
(a) Balances of Raw Material at the beginning of the reporting period	2,249,706	1,711,557
(b) Add:- Addition during the year	85,882,952	98,579,650
(c) Less:- Balances of shares at the end of the reporting period	3,122,983	2,249,706
(d) Cost of Raw material Consumed	85,009,675	98,041,501
Total	85,009,675	98,041,501
NOTE 15 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE		
1. Changes in inventories of finished goods	(14,765,342)	(11,810,060)
2. Changes in inventories of work-in-progress	11,599,761	8,344,390
3. Changes in inventories of Stores & Spares	(837,348)	(704,582)
	(4,002,929)	(4,170,252)
NOTE 16 : EMPLOYEE BENEFITS EXPENSE		
1. Salaries and Wages	19,884,031	17,615,474
2. Contribution to Provident and Other fund	2,627,123	2,569,141
3. Staff welfare expenses	2,720,740	2,368,137
4. Labour Welfare expenses	3,749,230	3,005,777
	28,981,124	25,558,529
NOTE 17 : FINANCE COST		
1. Interest Expense	5,041,798	4,414,968
	5,041,798	4,414,968
NOTE 18 : DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation and Amortisation	7,686,656	7,682,725
Less: Transfer to Revaluation Reserve	5,651,440	5,651,440
Total	2,035,216	2,031,285
NOTE 19 : OTHER EXPENSES		
Manufacturing Expenses	8,310,040	5,642,635
Consumption of Stores & Spare Parts	—	—

Power & Fuel	19,076,758	20,228,408
Repair to buildings	576,630	505,516
Repair to machinery	479,759	522,201
	<u>28,443,187</u>	<u>26,898,760</u>
SELLING & DISTRIBUTION EXPENSES		
Sales Promotion	10,316	0
Entry Tax	680,517	0
Sales Discount	31,430	0
Commission on sales & Purchases	845,126	540,000
Advertisement & Publicity	137,266	82,540
Freight	85,835	
Transport Charges	45,969	27,036
Service tax on Freight Outwards	1,728	4,325
Bad Debts written Off	289,225	519,778
Sludge Disposal Charges	13,483	12,000
	<u>2,140,895</u>	<u>1,185,679</u>
Establishment Expense		
Payment to the Auditors:		
(a) Audit Fee	50,000	50,000
(b) For Taxation matters	10,000	10,000
Directors' Sitting Fee	32,500	37,500
Lease Rent	800	800
Donation & Contribution	3,200	0
Insurance	109,843	178,452
Hiring Charges	548,049	472,286
Property Tax	91,104	113,526
Development Charges	210,952	278,784
Rates & Taxes, licence fee excluding taxes on income	425,727	142,366
AGM Expenses	6,810	44,332
Bank Charges	25,821	218,963
Postage & Telephone Expense	202,291	225,062
Security Expense	1,047,345	919,232
Water Royalty Charges to MPAKVN	120,000	120,000
Repairs and maintenance - Others *	68,065	47,255
Travelling and conveyance *	520,883	710,923
Printing and stationery *	176,222	115,695
Vehicle Repairs & Maintenance	206,139	137,166
Legal and professional *	342,308	247,116
Site Development Expense	64,069	203,284
Guest House Expense	155,985	230,212
ETP/Environment Devp. Expense	757,271	149,136
Water and Pollution fee	65,923	0
Sundry Expenses	899,660	255,221
	<u>6,140,967</u>	<u>4,907,311</u>
Total Other Expenses	<u>36,725,049</u>	<u>32,991,750</u>

NOTE 20 : DETAILS OF EXCEPTIONAL /EXTRA-ORDINARY ITEMS:**A. INCOME:**

- i. Insurance Claim received against Loss of Stocks caused by Flood during Aug, 2012.
- ii. Excess Provisions of earlier years written back.

B. EXPENSE:

- i. Damages and Interest on Employees Provident Fund for the period from Sept, 2001 To Feb, 2005

Net Income (A-B)

	1,199,883	0
	2,686,714	0
	3,886,597	0
	1,755,398	0
	<u>2,131,199</u>	<u>0</u>
	<u>0</u>	<u>38,430</u>

NOTE 21 : CURRENT TAX

In absence of any book profits, no provision for Minimum Alternate Tax (MAT) has been made in the books of account.

NOTE -21 – NOTES ON ACCOUNTS:**A. Significant Accounting Policies and Practices:****1. Accounting Convention and Concepts:**

- a. The Financial Statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles and provisions of the Companies Act, 1956, as adopted consistently by the Company.
- b. The Company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.

2. Use of Estimates:

The presentation of financial statements are in conformity with generally accepted accounting principles require estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenues and expenses during the year. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

3. Fixed Assets / Depreciation:

- a. Fixed assets are stated at cost of acquisition or construction. In case of revaluation of fixed assets, the Original cost as determined by the Valuer is considered in the accounts and the differential amount is transferred to Revaluation Reserve.
- b. Depreciation is provided on Buildings and Plant & machinery on straight line method and the rest of the fixed assets on written down value method at the rates specified in Schedule XIV to the Companies Act, 1956.
- c. Leasehold Land will be written off in the year in which the respective lease periods expire.
- d. Pursuant to Section 205(2) depreciation on Plant & Machinery is calculated on revalued figure and not on original cost of Plant & Machinery. Subsequently, depreciation on revalued figure is reduced and balance is carried to Profit & Loss Account.

4. Inventories:

Finished products are valued at lower of cost or net realizable value, stock in process, raw material, stores and spares at cost and these are in conformity with Accounting Standards.

5. Sales / Revenue:

Sale of goods is recognized at the point of dispatch to customers. The Excise Duty collected on sales is added in Sales.

6. Excise Duty:

Excise Duty on manufactured goods is accounted for at the time of their clearance from the factory. The above policy however, has no impact on the operating results of the Company.

7. Retirement Benefits:

Company's contribution to Provident Fund is charged to Profit & Loss Account. Gratuity and Leave encashment benefits at the time of retirement are charged to Profit & Loss Account on the basis of actual payment.

8. Contingent Liabilities:

Contingent liabilities are determined on the basis of available information and are disclosed by way of other notes given herein below.

B. Other Notes:

1. For details related to Contingent liabilities refer Note no.10.

2. No provision for gratuity and leave encashment towards present liability for future payment under the Payment of Gratuity Act, 1972 and terms of employment has been made as the amount is not ascertained.

3. a. The Excise Duty payable on finished goods not cleared from Factory as on the date of Balance Sheet is estimated at Rs.50.64 Lakhs (Previous Year -Rs.31.42 Lakhs) on prevailing rates. The non-provision of this duty will not affect the profitability or otherwise of the year, being revenue neutral.

b. As per amended provisions, (1) Dues of excise duty on clearance of finished goods wherever applicable is payable in monthly installments w. e. from 01.02.2004 and (2) Statutory records under Excise Rules are dispensed with effect from 01.07.2000. The Company has acted on these amendments.

4. The Income Tax assessments of the Company have been made upto assessment year 2009-10 relevant to the previous year ended on 31.03.2009. Assessments relating to assessment year 2010-11 and subsequent years are yet to be completed.

5. a. During the year under audit, the Company has paid a sum of Rs.17,55,398/- (Rupees Seventeen Lakhs Fifty Five Thousand Three Hundred Ninety Eight Only) towards Employees PF damages and Interest for the period from Sept,2001 To Feb,2005 as per the Order ref. no.PFC/SRO/BPL/Dam/MP/6297/2375 dated 05/02/2014 issued by the Assistant P.F. Commissioner, Sub-Regional Office, Bhopal and the above sum has been included under "Exceptional and Extra-ordinary Items" in Note no.20

b. A sum of Rs.11,99,893/- (Rupees Eleven Lakhs Ninety Nine Thousand Eight Hundred Ninety Three Only) was received during September,2013, by the Company as Compensation towards cost of damages to Stocks caused by the floods during Aug,2012 from the Oriental Insurance Company Limited, Mumbai, as per the Discharge Voucher dated 24/09/2013. The above receipt has been shown under "Exceptional and Extra-ordinary Items" in Note no.20.

c. A sum of Rs.26,86,714/- (Rupees Twenty Six Lakhs Eighty Six Thousand Seven Hundred Fourteen Only) being the excess provisions/ liabilities in respect of ESIC (Rs.22,61,316/-), VAT (Rs.4,25,398/- -Net) of earlier years written back and the same has been included under "Exceptional and Extra-ordinary Items" in Note no.20.

6. Auditors Remuneration:

	2013-14	2012-13
	Rs.	Rs.
Audit fee	50,000	50,000
Tax Audit fee	10,000	10,000
	<u>60,000</u>	<u>60,000</u>

7. As informed to us by the Management, the yield of finished products is slightly lower due to inferior quality of raw materials consumed for the production purpose and also due to relatively old machinery being used in production.

8. Related Parties Disclosure in terms of Accounting Standard 18 issued by the Institute Of Chartered Accountants of India

a. List of Related Parties:

i. Key Management Personnel :

1. Mr. Sachiv Sahni

Chairman & Managing Director

2. Mr. Jaspal Singh

Joint Managing Director

ii. Subsidiaries :

Nil

iii. Associated Companies /

Joint Ventures/Sister Concerns

C. Jairam Private Limited

S.P.Sahni Trust

Wadera Chemicals Co

b. Details of transactions to person referred to in item (i) above

	Unit of Measurement	Value of Transaction
Amounts due at the end of the year	Rs. In Lakhs	0.00 (10.91)
Director's Remuneration to Mr. Jaspal Singh		8.40 (8.40)
Director's Sitting Fee to Mr. Sachiv Sahni		0.02 (0.02)
Director's Sitting fee to Mr. Jaspal Singh		0.10 (0.10)

c. Transactions with Subsidiary / Associate Company

Outstanding Balance included in Unsecured Loans

Rs. In Lakhs

1.00 (18.28)

9. Disclosure in terms of Accounting Standard 20 regarding Earning Per Share issued by the Institute Of Chartered Accountants Of India

Earnings per Share	Year ended 31.03.2014 (Rs.)	Year ended 31.03.2013 (Rs.)
Profit / (Loss) after Tax	- 2025624	163246
Weighted average No. of Equity shares	4813300	4813300
Earnings per Share (Weighted average)	Nil	0.03

Diluted Earnings per share cannot be calculated as there are no potential Equity Shares and no Right and Bonus issues have been made during the year.

10. Deferred Tax Assets and Liabilities:

Income Tax comprises of the current tax provision (which is Nil by virtue of book losses incurred by the Company for the Current year 2013-14) and the net change in the deferred tax asset or liability for the year. Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases and operating loss carry forwards. Deferred tax assets are recognized subject to management's judgment that realization is more likely than not. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the income statement in the period of enactment of the change. Provision relating to deferred tax liability / asset has not been made.

11. Earnings in Foreign Exchange: Nil (Previous Year – Nil)**12. Sundry Debtors and Sundry Creditors are subject to balance confirmation.****13. In view of insufficient information from suppliers regarding their status as Micro, Small and Medium Scale Unit as per the Micro, Small and Medium Enterprises Development Act, 2006, the amount overdue, if any, to them cannot be ascertained.****14. Previous Year's figures have been rearranged and / or regrouped wherever necessary.**

As per our Report of even date

For & On Behalf Of Board Of Directors

For: R.Kini & Associates

Jaspal Singh

Chartered Accountants

Joint Managing Director

F.Reg.No.116134W

Sandeep Singh
Director

R.Kini

Proprietor

Place: Bhopal

Harman Singh

M.No.021611

Dated: 12th May, 2014

Company Secretary

ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details :

Registration No	23206		
Balance Sheet	Date 31st March, 2014	Year-2014	State Code

II. Capital Raisede During the Year (Amount Rs.in Thousands)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III. Position of Mobilisation and Deployment of Funds:

(Amount Rs.in Thousands)			
Total Liabilities	216,794	Total Assets	216,794

SOURCE OF FUNDS:

Paid-up Capital	48,133	Reserves & Surplus	83,055
Secured Loans	16,330	Unsecured Loans	100
		Current Liabilities	69,176

APPLICATION OF FUNDS:

Net Fixed Assets	105,113	Investment	0
Current Assets	111,680	Misc. Expenditure	0

IV. Performance of Company (Amount Rs.in Thousands)

Turnover	153,520	Total Expenditure	155,545
Profit / (Loss) Before Tax	-2,025	Profit / (Loss) After Tax	-2,025
Earning Per Share in Rs.	NIL	Dividend Rate %	NIL

V. Generic Names of Three Principal Products /Services of Company:

(As per Monetary Terms)

Item Code No. (ITC Code)	350300.02	Product Description GELATINE
Item Code No. (ITC Code)		Product Description DI-CALCIUM PHOSPHATE

As per our Report of even date

For: R.Kini & Associates
Chartered Accountants
F.Reg.No.116134W

R.Kini
Proprietor
M.No.021611

Place: Bhopal
Dated: 12th May, 2014

For & On Behalf Of Board Of Directors

Jaspal Singh
Joint Managing Director

Sandeep Singh
Director

Harman Singh
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2014
PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT WITH STOCK EXCHANGE

	AS AT 31.03.2014 RUPEES	AS AT 31.03.2013 RUPEES
A. CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT / (LOSS) BEFORE TAX AND EXTRA ORDINARY ITEMS	-4156824	201676
ADJUSTMENTS FOR:		
Exceptional / Extra-Ordinary Items	2131199	0
Depreciation	2035216	2031285
Interest Paid	5041798	4414968
Provision for Taxation	0	-38430
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	5051389	6609499
ADJUSTMENTS FOR:		
Sundry Debtors	5589633	-9690960
Other Current Assets	0	0
Loans and Advances	4970166	3469254
Inventories	-4876207	-4708401
Other Current Liabilities	-3359422	-11549868
Trade Payable	1825724	17813430
Expenses of previous year (PF Arrears) Paid	0	0
CASH GENERATED FROM OPERATIONS	9201283	1942954
Direct Taxes Paid / Refund	0	22608
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	9201283	1965562
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	9201283	1965562
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-326747	-191806
Sale of Fixed Assets	0	0
NET CASH USED IN INVESTING ACTIVITIES	-326747	-191806
C. CASH FLOW FROM FINANCIAL ACTIVITIES:		
Proceeds from Long Term Borrowings	0	0
Repayment of Borrowings	-3989361	0
Interest Paid	-5041798	-4414968
NET CASH USED IN FINANCIAL ACTIVITIES	-9031159	-4414968
(A + B + C)	-156623	-2641212
D. NET INCREASE IN CASH AND CASH EQUIVALENTS		
Cash and Bank Equivalents as at 01.04.2013	308595	2949807
Cash and Bank Equivalents as at 31.03.2014	151972	308595
	-156623	-2641212

As per our Report of even date

For: R.Kini & Associates
Chartered Accountants
F.Reg.No.116134W

R.Kini
Proprietor
M.No.021611

Place: Bhopal
Dated: 12th May, 2014

For & On Behalf Of Board Of Directors

Jaspal Singh
Joint Managing Director

Sandeep Singh
Director

Harman Singh
Company Secretary

C.J. Gelatine Products LimitedRegd. Office: Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (W), Mumbai: 400 015.CIN: - L24295MH1980PLC023206**FORM NO - MGT - 11 PROXY FORM**Folio No:

I/We.....resident of
being a member/members of M/s C.J. Gelatine Products Ltd.(CIN - L24295MH1980PLC023206)
 hereby appoint.....resident of.....
 as my/our proxy to vote for me/us on my/our behalf at
 the Thirty Fourth Annual General Meeting of the Company to be held at 10:30 A.M. at Registered
 Office - Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree(w) Mumbai - 400 015 on Saturday, the 13th
 day of September 2014 and at any adjournment thereof.

Affix
 Re. 1/-
 Revenue
 Stamp

Signed thisday of, 2014

Signature.....

Note:

1. A Proxy need not be a Member of the Company.
2. This form in order to be effective should be duly stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the meeting.

C.J. Gelatine Products LimitedCIN: - L24295MH1980PLC023206Regd. Office: Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree (W), Mumbai: 400 015.**ATTENDANCE SLIP**

No. of Shares Held:	DP ID No.
Folio No:	CLIENT ID No. "

I hereby record my presence at the Thirty Fourth Annual General Meeting of the Company held on the Saturday, at the 13th day of September 2014 at 10:30 A.M. at Registered Office - Tokersi Jivraj Wadi, Acharya Donde Marg, Sewree(w) Mumbai - 400 015.

Member's/Proxy's name in block letters

Member's/Proxy's signature

NOTE: Please fill in this attendance slip and hand it over at the ENTRANCE OF THE MEETING PLACE.

Form for Updation of Email Address**C.J.GELATINE PRODUCTS LIMITED****CIN: - L24295MH1980PLC023206**

Date: - _____

To,

Adroit Corporate Services Pvt. Ltd**19/20, Jaferbhoy Industrial Estate, 1st Floor,****Makwana Road, Marol Naka, Andheri East,****Mumbai: 400 059.****Sub: - Updation of Email Address**

Dear Sir,

Please register my Email Address for the Purpose of Sending Annual Report and other Notices/Documents in Electronic Mode: -

Company Name	C.J.GELATINE PRODUCTS LIMITED (Scrip Code – 507515)
Name	
Email ID	
Folio No. / DP ID	
Client ID	

Signature of First Named Shareholder

Name: - _____

Address: - _____

(Kindly send the same to the Address of Registrar & Transfer Agent mentioned above or either you can Email the same in the Above referred Format to pratapp@adroitcorporate.com and please mention in Subject – "Updation of Email Address for C.J.Gelatine Products Limited Scrip Code – 507515")