ANNEXURE TO THE NOTICE

Explanatory statement pursuant to the provision of Section 173 of the Companies Act, 1956 in respect to the
special business:

Item No-4

Mr. Nitin Agarwal was appointed as Additional Director of the Company on 7th May, 2011 and is liable to retire
at the ensuing Annual General Meeting. The Company has received a notice under section 257 of the Companies
Act, 1956 along with a requisite deposit of Rupees Five hundred from himself proposing his appointment for
the office of the Director of the Company. Considering the vast experience of Mr. Nitin Agarwal, your Board
recommend for his re-appointment as Director of the Company.

Except Mr. Nitin Agarwal, none of the Director is interested or concerned in the resolution.

Item No-5

Mr. Shyam Mohan Mittal was appointed as Additional Director of the Company on 7th May, 2011 and is liable to retire
at the ensuing Annual General Meeting. The Company has received a notice under section 257 of the
Companies Act 1956 and a requisite deposit of Rupees Five hundred only from himself proposing his appointment
for the office of the Director of the Company. Considering the vast experience of Mr. Shyam Mohan Mittal, your
Board recommend for his re-appointment as Director of the Company.

Except Mr. Shyam Mohan Mittal, none of the Director is interested or concerned in the resolution.

By the Order of the Board

For JOLLY PLASTIC INDUSTRIES LIMITED

Place : Rajkot-360003
Dated : 25.08.2011

Sd/-
(Managing Director)

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND
AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE
COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY
NOT LESS THAN 48 HOURS BEFORE THAT MEETING.

2. REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS WILL BE CLOSED FROM SATURDAY,

3. MEMBERS ARE REQUESTED TO PLEASE NOTIFY IMMEDIATELY ANY CHANGE IN THEIR
ADDRESSES TO THE COMPANY.

4. MEMBERS/PROXIES SHOULD BRING THE ATTENDANCE SLIP Duly FILLED IN FOR ATTENDING
THE MEETING.

5. SHAREHOLDERS SEEKING ANY INFORMATION WITH REGARD TO ACCOUNTS ARE REQUESTED
TO WRITE WELL IN ADVANCE SO AS TO REACH THE COMPANY AT LEAST 7 DAYS PRIOR TO THE
ANNUAL GENERAL MEETING TO ENABLE THE MANAGEMENT TO KEEP THE INFORMATION READY
AT THE AGM.

6. THE MEMBER ARE REQUESTED TO:
   a. INTIMATE CHANGES IF ANY IN THEIR ADDRESS TO THE COMPANY OR TO THE REGISTRAR
      AND SHARE TRANSFER AGENT OF THE COMPANY, M/s SKYLINE FINANCIAL SERVICES (P)
   b. QUOTE FOLIO NUMBER IN ALL THEIR CORRESPONDENCE WITH THE COMPANY.
   c. BRING THEIR COPIES OF ANNUAL REPORT INCLUDING ATTENDANCE SLIP AT THE VENUE
      FOR THE AGM.

7. MEMBER HOLDING SHARES IN PHYSICAL FORM ARE REQUESTED TO LODGE SHARE TRANSFER,
   TRANSMISSION AND INTIMATE CHANGES, IF ANY, IN THEIR REGISTERED ADDRESS, BANK
   ACCOUNT AND MANDATE DETAILS, RESIDENTIAL STATUS ETC. QUOTING THEIR FOLIO
   NUMBER(S) TO COMPANY’S SHARE TRANSFER AGENT.
NOTICE

Notice is hereby given that the Twenty Ninth Annual General Meeting of the Members of the Company will be held on Thursday, 29th September, 2011 at 11:00AM at the registered office of the company at 910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003 (Gujarat) to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Accounts for the year ended 31st March, 2011 and the Auditors and Directors Reports thereon.
2. To appoint a director in place of Mr. Suresh Nanjibhai Vekaria who is liable to retire by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors of the company M/s D. Khurana & Co., Chartered Accountants to hold office from the conclusion of ensuing meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

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

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

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

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

By the Order of the Board
For JOLLY PLASTIC INDUSTRIES LIMITED

Place : Rajkot-360003
Dated : 25.08.2011

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

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

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

1. Mr. Arvind Bhai Patel : M.D.
2. Mr. Dharmesh Bhai Patel : Director
3. Mr. Suresh Nanjibhai Vekaria : Director
4. Mr. Nitin Agarwal : Director
5. Mr. Shyam Mohan Mittal : Director

DIRECTORS RESPONSIBILITY STATEMENT

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

1. That in the preparation of the accounts for the financial year ended 31st March, 2011 the applicable Accounting Standards have been followed along with proper explanation relating to material departures.

2. That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year under review.

3. That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.

4. That the Directors have prepared the accounts for the financial year ended 31st March, 2011 on a going concern basis.

AUDITORS

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

The Company has received certificate from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956 and they are not disqualified for such reappointment within the meaning of Section 226 of the said Act.

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

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

a. AUDIT COMMITTEE

As per the provisions of the Listing Agreement and pursuant to Section 292A of the Companies Act, 1956, the Audit Committee has been set up to review the internal audit reports and financial statements at periodic intervals.

The Audit Committee comprises following three members having strong background in financial management:-

<table>
<thead>
<tr>
<th>S. No.</th>
<th>Name of Directors</th>
<th>Category</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Sh. Dharmesh Patel</td>
<td>Chairman (Non-executive Independent)</td>
</tr>
<tr>
<td>2.</td>
<td>Sh. Nitin Agarwal</td>
<td>Member (Non Executive Independent)</td>
</tr>
<tr>
<td>3.</td>
<td>Sh Arvind Bhai Patel</td>
<td>Member (CMD)</td>
</tr>
</tbody>
</table>

b. INVESTORS/SHAREHOLDERS’ GRIEVANCE COMMITTEE

In pursuance of the provisions of the Listing Agreement, the company has also set up a Shareholders’ Investor’s
5. INVESTOR GRIEVANCE COMMITTEE

The Investor Grievance Committee constituted by the Board comprises three members with an Independent Non-executive Director as Chairman of the committee. The constitution of Investor Grievance Committee as on March 31, 2011 as follows:

<table>
<thead>
<tr>
<th>S. No.</th>
<th>Name of Directors</th>
<th>Status</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Sh Arvind Bhai Patel</td>
<td>Chairman</td>
</tr>
<tr>
<td>2.</td>
<td>Sh. Shyam Mohan Mittal</td>
<td>Member</td>
</tr>
<tr>
<td>3.</td>
<td>Sh. Nitin Agarwal</td>
<td>Member</td>
</tr>
</tbody>
</table>

Scope and functions

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

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

6. DETAILS OF LAST THREE ANNUAL GENERAL MEETING

<table>
<thead>
<tr>
<th>Financial Year</th>
<th>Date</th>
<th>Time</th>
<th>Venue</th>
</tr>
</thead>
<tbody>
<tr>
<td>2007-08</td>
<td>15.09.2008</td>
<td>11.00 A.M.</td>
<td>Outside Railway Crossing, Junagah Road, Dhoraji-360410</td>
</tr>
<tr>
<td>2008-09</td>
<td>18.09.2009</td>
<td>11.00 A.M.</td>
<td>Outside Railway Crossing, Junagah Road, Dhoraji-360410</td>
</tr>
<tr>
<td>2009-10</td>
<td>24.09.2010</td>
<td>11.00 A.M.</td>
<td>Outside Railway Crossing, Junagah Road, Dhoraji-360410</td>
</tr>
</tbody>
</table>

No resolution was put through postal ballot in last years.

7. DISCLOSURE

a) Management discussion and analysis

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

b) Disclosure on materially significant related party transactions

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

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

During the last three years, there were no strictures or penalties imposed on the Company either by
DIRECTORS REPORT

To,
The Members
JOLLY PLASTIC INDUSTRIES LIMITED

Your Directors have pleasure in presenting the 29th Annual Report on the business, operations and financial performance of the company during the financial year ended 31st March 2011.

FINANCIAL RESULTS

<table>
<thead>
<tr>
<th>Particulars</th>
<th>For The Year Ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>31st March 2011</td>
</tr>
<tr>
<td>Sales/Operating Income</td>
<td>99.11</td>
</tr>
<tr>
<td>Gross Profit/ (Loss) after interest but</td>
<td>19.24</td>
</tr>
<tr>
<td>before depreciation &amp; taxation</td>
<td></td>
</tr>
<tr>
<td>Less: Depreciation</td>
<td>0.48</td>
</tr>
<tr>
<td>Less: Income Tax/FBT</td>
<td>2.90</td>
</tr>
<tr>
<td>less: Decrease in Deferred tax assets during</td>
<td>—</td>
</tr>
<tr>
<td>the year</td>
<td></td>
</tr>
<tr>
<td>Profit/(Loss) after tax</td>
<td>1.59</td>
</tr>
<tr>
<td>Transfer to General Reserve/ P &amp; L</td>
<td>—</td>
</tr>
</tbody>
</table>

BUSINESS REVIEW

The year has ended with a net profit of Rs. 1585890.82 as against Net Loss of Rs. 23300.00 of last year. The Company is exploring alternative avenues for business opportunities and entered into capital markets in current year. The Company is trying its best to keep its expenses in check in spite of inflationary trends and to expand the business of the Company. Baring unforeseen circumstances- we expect better performance in the current year by trading and investing cautiously.

DIVIDEND

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

CORPORATE GOVERNANCE

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

A separate report on Corporate Governance as stipulated, under Clause 49 of the Listing Agreement, with the Stock Exchanges and have implemented all the prescribed requirements.

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

Listing Status: Your Company is listed on Bombay Stock Exchange and Ahmadabad Stock Exchange.

BOARD OF DIRECTORS

Following directors have been appointed as Additional Independent Directors. Being eligible they offer themselves for their re-appointment as director. As they are having vast experience & knowledge of Stock Market, the board also recommends their re-appointment:

Mr. Nitin Agarwal
Mr. Shyam Mohan Mittal

3
Grievance Committee to ensure maximum security to the concern of the shareholders. The committee consists of a Non Executive Chairman and other two members of the names as follows:

<table>
<thead>
<tr>
<th>S. No.</th>
<th>Name of Directors</th>
<th>Category</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Sh Arvind Bhai Patel</td>
<td>Chairman</td>
</tr>
<tr>
<td>2.</td>
<td>Sh. Shyam Mohan Mittal</td>
<td>Member</td>
</tr>
<tr>
<td>3.</td>
<td>Sh. Nitin Agarwal</td>
<td>Member</td>
</tr>
</tbody>
</table>

PARTICULARS OF EMPLOYEES
As required by the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules, 1975, as amended, no employee was in receipt of remuneration exceeding Rs. 24,00,000/- per annum or Rs. 2,00,000/- per month for any part thereof.

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

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

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

By the Order of the Board
For JOLLY PLASTIC INDUSTRIES LIMITED

Place : Rajkot-360003
Dated : 25.08.2011
Sd/- (Director)
Sd/- (Managing Director)

ANNEXURE TO THE DIRECTORS REPORT

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

A. TECHNOLOGY ABSORPTION
1. Specific areas in which R & D carried out are as follows:
   a. Review of the existing courses and evaluation of feasibility of the new courses to be launched and estimating the costing thereof.
   b. Providing technical support on existing products.
2. Benefits derived as a result of the above R & D:
   As a result the organization is being able to implement current courses.
3. R&D plans to enter in the capital market.
4. Expenditure on R & D: NIL

B. FOREIGN EXCHANGE EARNINGS
There were no foreign exchange earnings as well as outgo of the company during the year under report.
REPORT ON CORPORATE GOVERNANCE

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

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

1. COMPANY PHILOSOPHY ON CODE OF GOVERNANCE

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

2. BOARD OF THE DIRECTORS

   COMPOSITION

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

   As on March 31, 2011, the Board consists of five Directors. The Board meets the requirement of not less than one half being independent Directors. The size and composition of the Board conforms to the requirements of Clause 49 of the Listing Agreement (Corporate Governance Code) with the Stock Exchanges.

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

   BOARD FUNCTIONS & PROCEDURE

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

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

   During the financial year 2010-11, Five Board Meetings were held on April 23, 2010, July 24, 2010, August 24, 2010, October 08, 2010 and January 08, 2011.

   The Composition of Board of Directors, their shareholding, attendance during the year and at the last Annual General Meeting, Number of other Directorships, Committee memberships and Chairmanships held by them as at March 31, 2011 are given below:
the Stock Exchanges or SEBI, or any statutory authority for non-compliance of any matter related to capital market.

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

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

<table>
<thead>
<tr>
<th>Declaration as required under Clause 49 of listing agreement</th>
</tr>
</thead>
<tbody>
<tr>
<td>All the members of the Board and senior management personnel complied with the Code of Conduct for the financial year ended March 31, 2011</td>
</tr>
</tbody>
</table>

*For JOLLY PLASTIC INDUSTRIES LIMITED*

Rajkot-360003  
August 25, 2011  
Sd/-  
Managing Director

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

g) **Brief resume of Director being appointed / re-appointed**
A brief resume, nature of expertise in specific functional areas, names of companies in which the person already holds directorship and membership of committees of the Board and his shareholdings in the Company forms part of the Notice of the Annual General Meeting, annexed to this Annual Report.

h) **Compliance with mandatory and non-mandatory requirements**
The Company has complied with all the mandatory requirements along with some non-mandatory requirements also.

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

Designated exclusive e-mail ID: The Company has designated the following e-mail ID exclusively for investor servicing: nitin@jollyplasticindustriesltd.com

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

<table>
<thead>
<tr>
<th>Financial Year</th>
<th>From 1st April, 2010 to 31st March, 2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Date and Time</td>
<td>September 29, 2011 at 11.00 A.M.</td>
</tr>
<tr>
<td>Venue</td>
<td>910-913 Star Plaza, Phulchhab Chowk, Rajkot-360003, Gujrat</td>
</tr>
<tr>
<td>Book Closure</td>
<td>September 24, 2011 to September 29, 2011 (both days inclusive)</td>
</tr>
<tr>
<td>Dividend Date</td>
<td>Not Applicable</td>
</tr>
</tbody>
</table>
Financial calendar (tentative)

<table>
<thead>
<tr>
<th>Period</th>
<th>Date of Board Meetings in which results approved</th>
</tr>
</thead>
<tbody>
<tr>
<td>Results for Quarter Ended June 30, 2010</td>
<td>end July 2010</td>
</tr>
<tr>
<td>Results for Quarter Ended September 30, 2010</td>
<td>end October 2010</td>
</tr>
<tr>
<td>Results for Quarter Ended December 31, 2010</td>
<td>end January 2011</td>
</tr>
<tr>
<td>Results for Quarter Ended March 31, 2011</td>
<td>end April 2011</td>
</tr>
</tbody>
</table>

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

Distribution Schedule as at 31st March 2011

<table>
<thead>
<tr>
<th>Nos. of Equity Shares held</th>
<th>No. of Share holders</th>
<th>% to Total</th>
<th>No. of Shares</th>
<th>% to Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Up to 500</td>
<td>7779</td>
<td>99.14</td>
<td>8,88,950</td>
<td>69.65</td>
</tr>
<tr>
<td>501-1000</td>
<td>42</td>
<td>0.54</td>
<td>31,000</td>
<td>2.44</td>
</tr>
<tr>
<td>1001-2000</td>
<td>17</td>
<td>0.22</td>
<td>20,400</td>
<td>1.61</td>
</tr>
<tr>
<td>2001-3000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>3001-4000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>4001-5000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>5001-10000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>10001 and above</td>
<td>8</td>
<td>0.10</td>
<td>3,36,050</td>
<td>26.30</td>
</tr>
<tr>
<td>TOTAL</td>
<td>7846</td>
<td>100.00</td>
<td>12,76,400</td>
<td>100.00</td>
</tr>
</tbody>
</table>

Shareholding pattern as on March 31, 2011

<table>
<thead>
<tr>
<th>CATEGORY</th>
<th>NO. OF SHARES HELD</th>
<th>% TO TOTAL VOTING RIGHTS</th>
<th>% TO TOTAL HOLDING</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indian Promoters</td>
<td>1.36,050</td>
<td>10.66</td>
<td>10.66</td>
</tr>
<tr>
<td>Foreign Financial Institutes [FII]</td>
<td>Nii</td>
<td>Nii</td>
<td>Nii</td>
</tr>
<tr>
<td>Bodies Corporate</td>
<td>42,000</td>
<td>3.29</td>
<td>3.29</td>
</tr>
<tr>
<td>Indian Public</td>
<td>10,98,350</td>
<td>86.05</td>
<td>86.05</td>
</tr>
<tr>
<td>NRIs / OBCs</td>
<td>Nil</td>
<td>Nil</td>
<td>Nil</td>
</tr>
<tr>
<td>TOTAL</td>
<td>12,76,400</td>
<td>100.00</td>
<td>100.00</td>
</tr>
</tbody>
</table>

REGISTRAR AND SHARE TRANSFER AGENT

M/s SKYLINE FINANCIAL SERVICES PRIVATE LIMITED
D-153A, Okhla Industrial Area,
Phase-I, New Delhi-110020
Telephone No: 011-30857575
E-mail Address: virenr@skylinerta.com

Share transfer system

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

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

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

Dematerialisation of Shares
Equity Shares equivalent to 100.00 % of the Share Capital are in Physical Form up to March 31, 2011.

Investors Correspondence
Investor's correspondence can be made on Regd. Office of the Company as given under:

Jolly Plastic Industries Limited
304-Emca House, Ansari Road,
Daryaganj,
Delhi-110002.
E-mail: nitin@jollyplasticindustriesltd.com
Website: www.jollyplasticindustriesltd.com

For and on behalf of the Board

Place : Rajkot-360003                     Sd/-
Dated : 25.08.2011                       (Director)

Sd/-
(Managing Director)
CERTIFICATE IN TERMS OF CLAUSE 49 OF THE LISTING AGREEMENT

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

(a) The financial statements and the cash flow statement for the year have been reviewed and that to the best of our knowledge and belief:
   (i) These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
   (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of our knowledge and belief, no transaction entered into by the Company during the years which are fraudulent, illegal or violative of the Company.

(c) We accept responsibility for establishing and maintaining internal controls and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We had indicated to the Auditors and the Audit Committee:
   (i) Significant changes in internal control during the year, if any;
   (ii) Significant changes in accounting policies during the year, if any and the same have been disclosed in the notes to the financial statements; and
   (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.

Place : Rajkot-360003
Dated : 25.08.2011
Sd/- (Director) (Managing Director)

AUDITORS CERTIFICATION ON CORPORATE GOVERNANCE

To,
The Members of
M/s JOLLY PLASTIC INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by JOLLY PLASTIC INDUSTRIES LIMITED, for the year ended on 31st March, 2011 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

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

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

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

For: D. KHURANA & Co.
Chartered Accountants
FRN. 022696N
Sd/-

Deepak Khurana
(Proprietor)
M. No. 512849

Place : Rajkot-360003
Dated : 25.08.2011
CERTIFICATION BY CHIEF EXECUTIVE OFFICER
To the best of knowledge and belief, we certify that:

1) We have reviewed financial statement and the cash flow statement for the period ended 31.03.2011 and that to the best of our knowledge and belief:
   a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   b) These statements together present a true and fair view of the company’s affairs and are in compliance with existing accounting standards, applicable laws and regulations.

2) There are, to the best of our knowledge and belief, no transaction entered into by the company during the period, which is fraudulent, illegal or violative of the company’s code of conduct.

3) Further, we accept responsibility to establish and maintain internal controls for financial reporting and Accordingly, we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit committee, wherever applicable:
   a) Deficiencies in the design or operation of the internal controls, if any of which we are aware and the steps have been taken or propose to take rectify these deficiencies.
   b) Significant changes in the internal control over the financial reporting during the period;
   c) Significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements;
   d) Instances of significant fraud of which we came to know and involvement therein. If any, of the management or an employee having a significant role in the Company’s internal control system.

For and On behalf of the Board of Directors

Place : Rajkot-360003  
Dated : 25.08.2011

Sd/-
(Managing Director)

DECLARATION BY CHIEF EXECUTIVE OFFICER (CEO)
I, Arvind Bhai Patel, Managing Director of JOLLY PLASTIC INDUSTRIES LIMITED hereby declare that all the board members and senior managerial personnel have affirmed for the year ended 31st March, 2011 compliance with the code of conduct of the company laid down by them.

For and On behalf of the Board of Directors

Place : Rajkot-360003  
Dated : 25.08.2011

Sd/-
(Managing Director)
MANAGEMENT DISCUSSION & ANALYSIS

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

The year has ended with a net profit of Rs. 1585890.82 as against Net Loss of Rs. 23300.00 of last year.

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

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

HUMAN RESOURCE
Management relation with the employees remains cordial. The Company’s Human Resources philosophy is to establish and build a strong performance and competency drive culture with greater senses of accountability and responsibility. The Industrial relation’s scenario remained peaceful and harmonious.

For and On behalf of the Board of Directors

Place : Rajkot-360003
Dated : 25.08.2011

Sd/-
(Managing Director)
ANNEXURE:
(Referred to in paragraph 3 of our audit report of even date)

(i) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regards to the size of the company and the nature of its assets. Physical verification was carried out during the year and no material discrepancies were noticed.

(ii) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

(iii) (a) Has the company either granted any loans, secured or unsecured to companies firms or other parties covered in the register maintained under section 301 of the Act, if so, give the number of parties and amount involved in the transaction:
   - No-
   - N.A.-

(b) Whether the rate of interest and other terms and conditions of loans given by the company, secured or unsecured are prima facie prejudicial to the interest of the company;
   - N.A.-

(c) Whether payment of the principal amount and interest are also regular;
   - N.A.-

(d) If overdue amount is more than one lakh whether reasonable steps have been taken by the company for recovery / payment of the principal and interest;
   - N.A.-

(e) Has the company either taken any loans, secured or unsecured from companies firms or other parties covered in the register maintained under section 301 of the Act, if so, give the number of parties and amount involved in the transaction;
   - No-

(f) Whether the rate of interest and other terms and conditions of loans taken by the company, secured or unsecured are prima facie prejudicial to the interest of the company;
   - N.A.-

(g) Whether payment of the principal amount and interest are also regular;
   - N.A.-

(iv) Is there an adequate internal control procedure commensurate with the size of the company and nature of its business, for the purpose of the inventory and fixed assets and for the sale of goods. Whether there is a continuing failure to correct major weakness in internal control:
   - Yes, No major weakness-

(v) (a) Whether transactions that need to be entered into a register in pursuance of section 301 of the Act have been so entered;
   - Yes-

(b) Whether each of these transactions have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time:
   - Yes Wherever Applicable-

   (This information is required only in case of transactions exceeding the value of five lakh rupees in respect of any party and in any one financial year):

(vi) During the year the company has not accepted any fixed deposits from the public hence the provisions of section 58A and 58AA of the Companies Act, 1956 and the provisions of Non-Banking Companies (Reserve Bank) Directions, 1998 is not applicable.

(vii) In the case of listed companies and or other companies having a paid up capital and reserves exceeding Rs. 50 lakhs as at the commencement of the financial year concerned, or having an average annual turnover exceeding five crore rupees for a period of three consecutive financial year immediately preceding the financial year concerned, whether by the company has an internal audit system commensurate with its size and nature of its business:
   - Yes-

(viii) Where maintenance of cost record has been prescribed by the central government under clause (d) of sub section (1) of section 209 of the Act, whether such account and records have been made and maintenance
   - N.A.-

(ix) (a) Is the company regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee’s State insurance, Income Tax, Sale Tax, Wealth Tax, Custom Duty, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six month from the date they become payable, shall be indicated by the auditor:
   - Yes, No arrears of undisputed statutory dues-

   (b) In case dues of sales tax, Income Tax, Sale Tax, Wealth Tax, Excise Duty / cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending may please be mentioned.
   - N.A.-

   (A mere representation to the department shall not constitute the dispute);
(x) Whether in case of a company which has been registered for a period not less than five years, its accumulated losses at the end of the financial year are not less than fifty percent of its net worth and whether it has incurred cash losses in such financial year and in the financial year immediately preceding such financial year.
- Accumulated losses of the company are not more than 50% of its net worth.
  - The Company has accumulated losses of Rs. 2,598,423.18/- as on 31st March, 2011 and further it has incurred a cash profit of Rs. 1,585,880.82/- in the financial year ended on that date and the loss of Rs. 23300/- in the immediately preceding financial year.
(xii) Whether the company has defaulted of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported:  
- NO-
(xii) Whether adequate documents and records are maintained in cases where the company has granted loans and advance on the basis of security by way of shares, debentures and other securities; if not, the deficiencies to be pointed out:
- Yes wherever applicable-
(xiii) Whether the provision of any special statute applicable to chit fund has been duly complied with? In respect of nidhi / mutual benefit fund / societies:
- N.A.-
(a) Whether the Net – owned funds to deposit liability ratio is more than 1:20 as on the date of balance sheet;
- N.A.-
(b) Whether the company has complied with the prudential norms on income recognition and provisioning against sub standard/ default/ loss assets;
- N.A.-
(c) Whether the company has adequate procedures for appraisal of credit proposals/ requests, repayment capacity of the borrower and would be conducive to recovery of the loan amount;
- N.A.-
(d) Whether the repayment schedule of various loans granted by the nidhi is based on the repayment capacity of the borrower.
- N.A.-
(xiv) If the company is dealing or trading in shares, securities, debentures and other investments, whether proper records have been maintained of the transactions and contracts and whether timely entries have been made therein; also Whether the shares, securities, debentures and other securities have been held by the company, in its own name expect to the extent of the exemption, if any, granted under section 49 of the Act.
- N.A.-
(xv) Whether the company has given any guarantee for loan taken by others from bank or financial institutions, the terms and condition where of are prejudicial to the interest of the company;
- N.A.-
(xvi) Whether term loans were applied for the purpose for which the loans where obtained;
- N.A.-
(xvii) Whether the funds raised on short term basis have been used for long term investment and vice versa, the nature and amount is to be indicated;
- N.A.-
(xviii) Whether the company has made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act, and if so whether the prices at which shares have been issued is prejudicial to the interest of the company;
- N.A.-
(xix) Whether securities have been created in respect of debentures issued?
- N.A.-
(xx) Whether the management has disclosed on the end use of money raised by the public issued and the same has been verified;
- N.A.-
(XX) Whether any fraud on or by the company has been noticed or reported during the year; if yes, the nature and the amount involved is to be indicated.
- No fraud noticed or reported-

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

Sd/-

Deepak Khurana
(Proprietor)
M No. 512849

Place : Rajkot-360003
Dated: 31.05.2011

17
## BALANCE SHEET AS AT 31ST MARCH 2011

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Schedule No.</th>
<th>As At 31.03.2011 (Rs.)</th>
<th>As At 31.03.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>SOURCES OF FUNDS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>SHARE HOLDERS FUNDS</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>SHARE CAPITAL</td>
<td>1</td>
<td>12,764,000.00</td>
<td>12,764,000.00</td>
</tr>
<tr>
<td>RESERVE &amp; SURPLUS</td>
<td>2</td>
<td></td>
<td>4,520,982.00</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>12,764,000.00</strong></td>
<td><strong>17,284,982.00</strong></td>
</tr>
<tr>
<td><strong>APPLICATION OF FUNDS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FIXED ASSETS</td>
<td>3</td>
<td></td>
<td></td>
</tr>
<tr>
<td>GROSS BLOCK</td>
<td></td>
<td>80,400.00</td>
<td></td>
</tr>
<tr>
<td>LESS: DEPRECIATION</td>
<td></td>
<td>48,240.00</td>
<td></td>
</tr>
<tr>
<td>NET BLOCK</td>
<td></td>
<td>32,160.00</td>
<td></td>
</tr>
<tr>
<td><strong>INVESTMENTS</strong></td>
<td>4</td>
<td>3,510,000.00</td>
<td>2,860,000.00</td>
</tr>
<tr>
<td><strong>CURRENT ASSETS, LOANS &amp; ADVANCES</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>SUNDRY DEBTORS</td>
<td>5</td>
<td>1,548,984.00</td>
<td>758,400.00</td>
</tr>
<tr>
<td>CASH &amp; BANK BALANCE</td>
<td>6</td>
<td>769,926.00</td>
<td>199,786.00</td>
</tr>
<tr>
<td>LOANS &amp; ADVANCES</td>
<td>7</td>
<td>4,604,800.00</td>
<td>4,772,000.00</td>
</tr>
<tr>
<td>LESS: CURRENT LIABILITIES &amp; PROVISIONS</td>
<td>8</td>
<td>6,923,710.00</td>
<td>5,730,186.00</td>
</tr>
<tr>
<td><strong>PROFIT &amp; LOSS A/C</strong></td>
<td>9</td>
<td>300,293.18</td>
<td>10,500.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td>6,623,416.82</td>
<td>5,719,666.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td>2,598,423.18</td>
<td>8,705,296.00</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>12,764,000.00</strong></td>
<td><strong>17,284,982.00</strong></td>
</tr>
</tbody>
</table>

### ACCOUNTING POLICIES & NOTES ON ACCOUNTS

In terms of our separate report of even date attached

---

For: M/s D. KHURANA & Co.  
(Chartered Accountants)  
FRN. 022696N  
Sd/-  
Deepak Khurana  
(Proprietor)  
M. No. 512849  

Place: Delhi  
Dated: 31.05.2011  
Sd/- (Director)  
Sd/- (Director)
## PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2011

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Schedule No.</th>
<th>As At 31.03.2011 (Rs.)</th>
<th>As At 31.03.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales</td>
<td></td>
<td>8,040,310.00</td>
<td>—</td>
</tr>
<tr>
<td>Other income</td>
<td></td>
<td>1,670,500.00</td>
<td>—</td>
</tr>
<tr>
<td>Closing stock</td>
<td></td>
<td></td>
<td>—</td>
</tr>
<tr>
<td></td>
<td></td>
<td>9,910,810.00</td>
<td>—</td>
</tr>
<tr>
<td>Opening stock</td>
<td></td>
<td></td>
<td>—</td>
</tr>
<tr>
<td>Purchase</td>
<td></td>
<td>7,722,400.00</td>
<td>—</td>
</tr>
<tr>
<td>Office &amp; Administrative Expenses</td>
<td>10</td>
<td>264,486.00</td>
<td>23,300.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td>7,986,886.00</td>
<td>23,300.00</td>
</tr>
<tr>
<td>Profit before Depreciation</td>
<td></td>
<td>1,923,924.00</td>
<td>(23,300.00)</td>
</tr>
<tr>
<td>Less: Depreciation</td>
<td>3</td>
<td>48,240.00</td>
<td>—</td>
</tr>
<tr>
<td>Profit Before Taxation</td>
<td></td>
<td>1,875,684.00</td>
<td>(23,300.00)</td>
</tr>
<tr>
<td>Less: Provision for Taxation</td>
<td></td>
<td>289,793.18</td>
<td>—</td>
</tr>
<tr>
<td>Net Profit/Loss for the year</td>
<td></td>
<td>1,585,890.82</td>
<td>(23,300.00)</td>
</tr>
</tbody>
</table>

### ACCOUNTING POLICIES & NOTES ON ACCOUNTS

In terms of our separte report of even date attached

---

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

Place : Delhi  
Dated : 31.05.2011

Sd/- (Director)  
Sd/- (Director)

Sd/-  
Deepak Khurana  
(Proprietor)  
M. No. 512849
SCHEDULES ANNEXED TO & FORMING PART OF THE BALANCE SHEET AND
PROFIT & LOSS A/C FOR THE YEAR ENDED 31ST MARCH 2011

Particulars

Schedule

No.

As At

As At

31.03.2011

31.03.2010

(Rs.)

(Rs.)

SCHEDULE - 1

SHARE CAPITAL

Authorised Capital

2000000 Equity Shares of Rs. 10/- each

20,000,000.00

20,000,000.00

Issued, Subscribed & Paid-up Capital

Issued: 1370725 Equity Shares of Rs. 10/- each for at par

12,764,000.00

12,764,000.00

Subscribed: 1276400 Equity shares of Rs. 10/- each (Previous Year

1276400 Equity shares of Rs. 10/- each)

12,764,000.00

12,764,000.00

SCHEDULE - 2

RESERVE AND SURPLUS

General Reserve

4,520,982.00

4,520,982.00

Transfer to Profit and Loss Account

(4,520,982.00)

-

-

-

-

-

SCHEDULE - 3

FIXED ASSET

<table>
<thead>
<tr>
<th>S.No</th>
<th>Particulars</th>
<th>Rate of Dep (%)</th>
<th>As on 1.04.2010</th>
<th>Addition</th>
<th>Deletion</th>
<th>As on 31.03.2011</th>
<th>Depreciation during the year</th>
<th>As on 1.04.2011</th>
<th>Depreciation during the year</th>
<th>As on 1.04.2011</th>
<th>Net Block</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Computer</td>
<td>60%</td>
<td>70,000.00</td>
<td>70,000.00</td>
<td>70,000.00</td>
<td>42,000.00</td>
<td>42,000.00</td>
<td>28,000.00</td>
<td>42,000.00</td>
<td>28,000.00</td>
<td>4,160.00</td>
</tr>
<tr>
<td>2</td>
<td>Printer</td>
<td>60%</td>
<td>10,400.00</td>
<td>10,400.00</td>
<td>10,400.00</td>
<td>6,240.00</td>
<td>6,240.00</td>
<td>4,160.00</td>
<td>6,240.00</td>
<td>4,160.00</td>
<td>4,160.00</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td>80,400.00</td>
<td>80,400.00</td>
<td>80,400.00</td>
<td>48,240.00</td>
<td>48,240.00</td>
<td>32,160.00</td>
<td>48,240.00</td>
<td>32,160.00</td>
<td>4,160.00</td>
</tr>
</tbody>
</table>

SCHEDULE - 4

INVESTMENTS

Investment at cost: In Equity Share-listed body corporate

3,510,000.00

2,860,000.00

3,510,000.00

2,860,000.00

SCHEDULE - 5

SUNDARY DEBTORS

UNSECURED CONSIDERED GOODS

More than six month

798,384.00

758,400.00

750,600.00

1,548,984.00

758,400.00
<table>
<thead>
<tr>
<th>Particulars</th>
<th>Schedule No.</th>
<th>As At 31.03.2011 (Rs.)</th>
<th>As At 31.03.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>SCHEDULE - 6</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash &amp; Bank Balance</td>
<td></td>
<td>769,926.00</td>
<td>199,786.00</td>
</tr>
<tr>
<td>With Bank &amp; cash in hand</td>
<td></td>
<td>769,926.00</td>
<td>199,786.00</td>
</tr>
<tr>
<td><strong>SCHEDULE - 7</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loan &amp; Advances</td>
<td></td>
<td>4,604,800.00</td>
<td>4,772,000.00</td>
</tr>
<tr>
<td>Advances recoverable in cash or in kind for the value to be received considered Good</td>
<td></td>
<td>4,604,800.00</td>
<td>4,772,000.00</td>
</tr>
<tr>
<td><strong>SCHEDULE - 8</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current Liabilities &amp; Provision</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(A) Current Liabilities</td>
<td></td>
<td>10,500.00</td>
<td>10,500.00</td>
</tr>
<tr>
<td>(B) Provision</td>
<td></td>
<td>289,793.18</td>
<td>—</td>
</tr>
<tr>
<td></td>
<td></td>
<td>300,293.18</td>
<td>10,500.00</td>
</tr>
<tr>
<td><strong>SCHEDULE - 9</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit &amp; Loss Account</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance from Previous Year</td>
<td>(8,705,296.00)</td>
<td>(8,681,996.00)</td>
<td>(8,705,296.00)</td>
</tr>
<tr>
<td>Less: Transfer from General Reserve</td>
<td>4,520,982.00</td>
<td>—</td>
<td>(23,300.00)</td>
</tr>
<tr>
<td>Less: Net Profit during the Year</td>
<td>1,585,890.82</td>
<td>(23,300.00)</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(2,598,423.18)</td>
<td>(8,705,296.00)</td>
<td></td>
</tr>
<tr>
<td><strong>SCHEDULE - 10</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Administrative and Other Debt Expenses</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Audit Fee</td>
<td>10,500.00</td>
<td>10,500.00</td>
<td></td>
</tr>
<tr>
<td>General Expenses</td>
<td>76,320.00</td>
<td>12,300.00</td>
<td></td>
</tr>
<tr>
<td>Salary</td>
<td>150,000.00</td>
<td>—</td>
<td></td>
</tr>
<tr>
<td>ROC Charges</td>
<td>3,500.00</td>
<td>—</td>
<td></td>
</tr>
<tr>
<td>Telephone Charges</td>
<td>5,406.00</td>
<td>—</td>
<td></td>
</tr>
<tr>
<td>Conveyance Charges</td>
<td>7,500.00</td>
<td>—</td>
<td></td>
</tr>
<tr>
<td>Misc Exp</td>
<td>11,260.00</td>
<td>—</td>
<td></td>
</tr>
<tr>
<td></td>
<td>264,486.00</td>
<td>22,800.00</td>
<td></td>
</tr>
</tbody>
</table>
Schedule-11

Notes to Accounts & Significant Accounting Policies

1. Statement on Significant Accounting Policies:
   These financial statements are prepared on accrual basis and under historical cost convention and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India. The significant accounting policies adopted by the company are detailed below:
   
   i) Revenue Recognition
      The Company recognizes revenue on an accrual basis.
   
   ii) Provisions and Contingencies
      The company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation can not be made.
   
   iii) Retirement Benefits
      There is no amount of gratuity liability or leave encashment or any other retirement benefits for which the company may be made liable to pay. Hence no provision for the same has been made as on the date of Balance sheet

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

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

3. Segment Reporting
   The Company’s core activity is to investment, sale/purchases of Shares. This is the only business segment as per Accounting Standard-17 issued by the Institute of Chartered Accountants of India.

4. Contingent Liabilities
   As certified by the management there is no Contingent liability as on 31/03/2011.

5. Related Party Disclosure:
   As per AS-18 issued by the ICAI Management, it is identified that no Related Party Transaction was made during the year.

6. Earnings in Foreign Currency
   
   | Year ended | Year ended |
   | March 31, 2011 | March 31, 2010 |
   | Sale of Shares | Nil | Nil |
   | Dividend and Interest | Nil | Nil |
   | Other Income | Nil | Nil |

7. Expenditure in Foreign Currency
   
   | Travelling Expenses | Nil | Nil |
   | Others | Nil | Nil |

8. Payment to Auditors
   
   | Statutory Audit Fees | 10500.00 | 10500.00 |
9. Previous years’ figures have been regrouped, rearranged and recasted wherever considered necessary to make them comparable with the current year’s figures.

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

11. **Earning Per Share (EPS)**
   
   Profit computation for both Basic and Diluted earnings per share of Rs. 10/- each.

<table>
<thead>
<tr>
<th>Rupees</th>
<th>Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Profit/(Loss) as per P&amp;L Account available to shareholders</td>
<td>1585890.82</td>
</tr>
<tr>
<td>Weighted average No. of Equity Shares</td>
<td>1276400</td>
</tr>
<tr>
<td>Earning per Share (Basic &amp; Diluted)</td>
<td>1.24</td>
</tr>
</tbody>
</table>

12. Due to Small Scale Undertakings exceeding Rs. 1.00 lac overdue for more than 30 days - Nil

As per our separate report of even date

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

Sd/-

Deepak Khurana
(Proprietor)
M. No. 512849

Place : Delhi
Dated : 31.05.2011

Sd/-
(Director)
Sd/-
(Director)
29th ANNUAL REPORT

JOLLY PLASTIC INDUSTRIES LIMITED

STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details
   a. Registration No. 004932
   b. State code 04
   c. Balance Sheet Date 31.03.2011

II Capital raised during the period
   a. Public Issue 0
   b. Right Issue 0
   c. Bonus Issue 0
   d. Private Placement 0

   (Amt. in ‘000)

III Position of Mobilization & Deployment of funds
   a. Total liabilities 12764.00
   b. Total assets 12764.00
   c. Sources of funds
      - Paid up capital 12764.00
      - Reserve & Surplus 0
      - Share Application Money 0
      - Deferred Tax Liability 0
   d. Application of funds
      - Net Fixed Assets 32.16
      - Investment 3510.00
      - Net Current Assets 6623.42
      - Miscellaneous Expenditure NIL
      - Accumulated profits/losses 2598.42
   Total 12764.00

IV Performance of Company
   a. Gross Turnover 9910.81
   b. Total Expenditure 8035.13
   c. Profit before tax 1875.69
   d. Provision for tax 289.79
   e. Deferred Tax Assets 0
   f. Profit after tax 1585.89
   g. Earning per share 1.24
   h. Dividend rate (in % age) 0

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

Sd/-
Deepak Khurana
(Director)
(Proprietor)
M. No. 512849

Place : New Delhi
Dated : 31.05.2011

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