



JYOTI RESINS & ADHESIVES LIMITED

405-406 RAJKAMAL PLAZA-B, NR. SAMRUDDHI BUILDING
OPP. OLD HIGH COURT, AHMEDABAD-380014.

COMPANY REGISTRATION NO.: 04-20879

18th
Annual Report

2010 - 2011



**EIGHTEENTH ANNUAL REPORT
2010-2011**

BOARD OF DIRECTORS

JAGDISH N. PATEL	:	CHAIRMAN & MANAGING DIRECTOR
CHANDULAL C. PATEL	:	DIRECTOR
UTKARSH J. PATEL	:	DIRECTOR
KEYUR J. PATEL	:	DIRECTOR
KALPESH R. PATEL	:	DIRECTOR
UMAKANT G. PATEL	:	DIRECTOR

BANKERS

**KALUPUR COMMERCIAL CO-OPERATIVE BANK LTD.
ASHRAM ROAD BRANCH, AHMEDABAD**

**INDIAN OVERSEAS BANK
NARANPURA BRANCH, AHMEDABAD**

AUDITORS

**RAMAN M. JAIN & CO.
CHARTERED ACCOUNTANTS
B-31-33, GHANSHYAM AVENUE,
4TH FLOOR, OPP. C.U.SHAH COLLEGE,
INCOME-TAX, AHMEDABAD-380 014.**

REGISTERED OFFICE

**405-6, RAJKAMAL PLAZA - B,
NR. SAMRUDDHI BLDG., OPP. OLD HIGH COURT,
AHMEDABAD-380014.**

FACTORY

**PLOT NO. 873, VILLAGE SANTEJ,
TAL.: KALOL, DIST.: GANDHINAGAR,
GUJARAT.**



NOTICE

NOTICE is hereby given that the EIGHTEENTH ANNUAL GENERAL MEETING of the members of the company will be held on Friday, the 30th September, 2011 at 3.00 P.M. at Rajkamal Plaza - B, Nr. Samruddhi Bldg., Opp. Old High Court, Ahmedabad 380 014 to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2011 and the Profit & Loss Account for the year ended on that date together with the Reports of Directors' and Auditors' thereon.
2. To appoint a director in place of Mr. Umakant G. Patel who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting and to fix their remuneration.

NOTES :

1. A Member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself/herself and such proxy(s) need not be a member.
2. Proxies in order to be effective must be lodged with the company at its Registered Office not less than 48 hours before the commencement of the meeting.
3. Register of Members and Share Transfer Books of the Company will remain closed from 24th September, 2011 to 30th September, 2011 (both days inclusive).
4. Members are requested to intimate the changes, if any, in their registered addresses.

By Order of the Board

**Place : Ahmedabad.
Date : 29th August 2011**

**Jagdish N.Patel
Chairman**



DIRECTORS' REPORT

Your Directors have pleasure in presenting their Eighteenth Annual Report together with the audited statements of accounts for the year ended 31st March, 2011.

FINANCIAL RESULTS :

	2010-2011 Rs.	2009-2010 Rs.
Sales & Other Incomes	4,54,68,099	3,60,99,577
Operating Profit (PBDTM)	36,12,578	28,24,341
Net Profit after Tax	16,12,531	16,23,668
Brought Forward Loss	1,34,61,925	1,50,85,593
Loss Carried Forward to B/S	1,18,49,394	1,34,61,925

During the year under report Company has earned net Cash profit of Rs. 36.13 lacs in compare to previous year Rs. 28.24 lacs. Company has earned Net Profit of Rs. 16.13 lacs against previous year Rs. 16.24 lacs after providing depreciation, miscellaneous expenses and prior period item. During the year Turnover and other income of the Company was increased to Rs.454.68 Lacs from Rs. 360.99 lacs. Director have continued their efforts to reduce expenses & increase turnover of the Company. Your directors are hopeful about better performance of the company in coming years.

In view of insufficient profit no dividend has been proposed by your Directors.

DIRECTORS :

In terms of the provisions of the Companies Act, 1956 Mr. Umakant G. Patel Director of the company retires by rotation at the ensuing Annual General Meeting and being eligible, offers him self for re-appointment.

PUBLIC DEPOSITS :

The Company has not accepted any deposits falling under Section 58A of the Companies Act, 1956.

AUDITORS' REPORT :

The notes to the accounts referred to in the Auditors' Report are self explanatory and therefore do not require any further comments under Section 217 (3) of the Companies Act, 1956.

CORPORATE GOVERNANCE :

Your Company strives to incorporate the appropriate standards for good corporate governance. A separate Report on Corporate Governance is given in Annexure – B, Auditor's statement on Compliance of Corporate Governance is given in Annexure – C, Certificate by Managing Director regarding compliance of clause 49 of listing agreement in Annexure 'D' and Management discussion and analysis in Annexure – E.

AUDITORS :

M/s. Raman M. Jain & Co. Chartered Accountant retires as auditors of the company at the ensuing Annual General Meeting and being eligible, offers them for reappointment.

DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors confirm the following:

In the preparation of the Annual Accounts, the applicable accounting standards have been followed.

The Directors have selected such accounting policies and applied them 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 at the end of the financial year and of the profit or loss of the company for that period.



The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.

The Directors had prepared the annual accounts on a going concern basis.

PERSONNEL :

Your Directors wish to place on record the appreciation for the devoted services rendered by employees at all levels.

PARTICULARS OF THE EMPLOYEES :

The Particulars required under Section 217(2A) of the Companies Act, read with Companies (Particulars of Employees) Rules, 1975 are not required to be given as there is no employee drawing Rs.2,00,000/- p.m. or Rs.24,00,000/- p.a., during the year under report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUT GO :

(A) CONSERVATION OF ENERGY :

The information required under Section 217(1)(e) of the Companies Act, 1956 (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 in respect of Conservation of Energy is annexed hereto and forms part of this Report.

(B) TECHNOLOGY ABSORPTION :

Being the fact that the manufacturing process has been indigenously developed; there is nothing to report on the status of technology absorption.

(C) RESEARCH & DEVELOPMENT :

The Company has established an in house laboratory with the modern facilities to carry out intensive analysis of variety of Raw materials & Finished goods. During the year under consideration, continuous efforts were made for up gradation of the products of your company.

(D) FOREIGN EXCHANGE EARNING & OUTGO :

No Foreign Exchange earning or outgo has occurred during the year.

ACKNOWLEDGMENTS :

Your Directors thanks various Government Authorities, banks & other business associates for the support & assistance extended to the Company from time to time and looks forward to their unstinted co-operation in development of the Company. Your Directors sincerely thanks the members for the confidence reposed by them in the company and look forward to their valuable support for the future plans of the Company.

For & On Behalf of the Board

**Place : Ahmedabad.
Dated : 29th August 2011**

**Jagdish N. Patel
Chairman & Managing Director**

**ANNEXURE TO THE DIRECTORS' REPORT
ANNEXURE – 'A'**

Information as per Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the financial year ended on March 31, 2011.

CONSERVATION OF ENERGY :

(a) Energy Conservation measures:

Various measures have been taken to improve the efficiency of equipments so as to reduce process time.

(b) Additional investments and proposals, if any : Nil.

(c) Impact of measures :

The above measures and tighter control has resulted in lower energy consumption.

(d) Total energy consumption and energy consumption per unit of production:

Power & Fuel Consumption :

Particulars	2010-2011	2009-2010
Electricity		
a) Purchased Units (KWH)	47,136	40,558
Total Amount (Rs.)	2,97,193	2,68,980
Rate/Unit (Rs./KWH)	6.31	6.63
Cost per Kg of Production (Rs.)	0.67	0.70
b) Own generation		
(i) Through LDO/Diesel Generator Unit (Ltrs)	593	495
Cost of LDO/Diesel (Rs.)	24,459	18,193
Per Ltr Cost (Rs.)	41.21	36.79
Cost per Kg of Production (Rs.)	0.06	0.05
(ii) Through Fire Woods Unit (Kgs)	46,970	33,941
Cost of Fire woods (Rs.)	1,11,414	68,429
Per Kgs. Cost (Rs.)	2.37	2.02
Cost per Kg of Production (Rs.)	0.25	0.18

For & On Behalf of the Board

Place : Ahmedabad.
Dated : 29th August 2011

Jagdish N. Patel
Chairman & Managing Director

**ANNEXURE - 'B'****REPORT ON CORPORATE GOVERNANCE****COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:**

The Company believes in functioning in a transparent manner with the basic philosophy being to enhance the shareholder value, keeping in mind the needs and interest of other stakeholders, in compliance thereof. The following information is placed before the shareholders.

BOARD OF DIRECTORS :

Name of Director	Category	No. of Board meetings attended	Last AGM Attendance
Shri Jagdish Patel	Mg. Director	10	Yes
Shri Chandulal Patel	Executive Director	10	Yes
Shri Utkarsh Patel	Non Executive. Independent	10	Yes
Shri Keyur Patel	Non Executive. Independent	10	Yes
Shri Kalpesh Patel	Non Executive, Independent	10	Yes
Shri Umakant Patel	Non Executive, Independent	10	Yes

No any Directors having Chairmanship of more than five companies where they are director.

Dates of Board meeting held :

- (1) 01-04-2010 (2) 30.04.2010 (3) 31.07.2010 (4) 20.08.2010 (5) 30-09-2010
(6) 30.10.2010 (7) 30.11.2010 (8) 31.01.2011 (9) 10.03.2011 (10) 31.03.2011

In line with the requirements of the code of the corporate governance, the board of directors comprises of six members. The composition of the Board is in conformity with the revised listing agreement, having one Managing Director, The Board also has four independent Director.

AUDIT COMMITTEE :

The audit committee has the following non-executive Director

1. Mr. Keyur Patel - Chairman
2. Mr. Kalpesh Patel - Director
3. Mr. Umakant Patel - Director

The scope of committee includes.

- a. Review of company's financial reporting process and the financial statement.
- b. Review internal control systems and functioning of internal audit process.
- c. Post audit review with statutory auditors.

During the year under review, Audit committee met four times where all the members were present.

REMUNERATION COMMITTEE :

No remuneration is paid to any Director except Shri Jagdish Patel. The remuneration paid to Shri Jagdish Patel director is governed by the requirement of other applicable provisions of the Companies Act, 1956. No sitting fees are payable to any Director.

Remuneration paid to Mr. Jagdish Patel during the year is Rs 6,00,000/- and no other perquisites were paid.

SHAREHOLDERS COMMITTEE :

The Investor Grievances & Share transfer Committee has the following Non-Executive Directors.

1. Mr. Keyur Patel - Chairman
2. Mr. Kalpesh Patel - Director
3. Mr. Umakant Patel - Director



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During the year, the company and their Registrar and Share Transfer Agents M/s Sharex Dynamics(India) Pvt. Ltd. received no any complaint.

The Share received for transfer are approved on 15th and 30th of the each month and are given effect by the Registrar and Share Transfer Agent.

CODE OF CONDUCT :

The Company has already informed the code of conduct & prevention of insider trading as prescribed by the Securities and Exchange Board of India to Directors & Senior Management personnel. A declaration signed by the Managing Director in this regard is given below.

I hereby confirm that the Company has obtained affirmation from all the members of the Board and senior management personnel of the Company that they have complied with the code of conduct and ethics policy of the Company framed for directors & senior management personnel in respect of the Financial year 2010-2011.

Jagdish N. Patel
Managing Director

GENERAL BODY MEETING :

Date	Type	Time	Location
29-09-2008	AGM	3.00 P.M.	405-6, Rajkamal Plaza-B, Opp. Sakar-III, Income Tax, Ahmedabad.
29-09-2009	AGM	3.00 P.M.	405-6, Rajkamal Plaza-B, Opp. Sakar-III, Income Tax, Ahmedabad.
30-09-2010	AGM	3.00 P.M.	405-6, Rajkamal Plaza-B, Opp. Sakar-III, Income Tax, Ahmedabad.

There are no special resolutions passed by the company through postal ballot at any of the above annual general meeting.

DISCLOSURES :

As per the disclosures given by the Directors of the Company there were no materially related party transactions attracting Section 297 of the Companies Act, 1956.

All the guidelines issued by the SEBI and Stock Exchange or other statutory authority on the matter related to capital markets are fully complied.

MEANS OF COMMUNICATION :

The means of communication between the Shareholders and Company are transparent and investor friendly. The quarterly results of the Company are published in Western Times (English) and Western Times (Gujarati) as required by the listing agreement. Steps are being taken to display the same on the corporate website.

GENERAL SHAREHOLDER INFORMATION :

Annual general Meeting (Date, Time and Venue) :	Date : 30/9/2011 Time : 3.00 P.M.
Venue :	405-6, Rajkamal Plaza-B, Opp. Sakar-III, Income Tax, Ahmedabad.
Financial Calendar :	1 st April 2010 to 31 st March 2011.
Date of Book Closure :	From : 24 th Sept. 2011 to 30 th Sept. 2011. (Both days inclusive)
Dividend Payment Date :	No Dividend declared.

TENTATIVE FINANCIAL CALENDAR :

Publication of Quarterly Results ending 30 th Sept. 2011	Last week of Oct.2011
Publication of Quarterly Results ending 31 st Dec. 2011	Last week of Jan.2012
Publication of Audited Results for 2011 - 12	Last week of May 2012
Annual General Meeting for 2011 - 12	Last week of September 2012

LISTING ON STOCK EXCHANGE:

Stock code on BSE

The stock Exchange, Mumbai

514448



Market Price Data :

Share price in The Stock Exchange, Mumbai :

Month	High (Rs.)	Low (Rs.)
April'10	6.70	5.31
May'10	7.82	5.01
June'10	9.10	5.21
July'10	7.88	5.09
August'10	11.19	5.60
September'10	9.35	7.00
October'10	8.24	6.69
November'10	8.38	6.58
December'10	8.65	6.40
January'11	9.12	5.78
February'11	8.15	5.75
March'11	7.98	6.00

Performance in Comparison to broad based Indices such as BSE sensex, CRISIL Index etc.

Not applicable since shares are traded in B2 list of the stock Exchange, Mumbai.

REGISTRAR AND SHARE TRANSFER AGENT :

M/s Sharex Dynamic (India) Pvt. Ltd.
Unit No. 01, Luthra Ind. Premises, Andheri Kurla Road,
Safed Pool, Andheri (E), Mumbai-400072.
TEL. NO.: 022-28515606 FAX : // 91 -022-28512885

SHARE TRANSFER SYSTEM :

The share transfer work is handled by the Registrar and Share Transfer Agent of the Company i.e.M/s Sharex Dynamic (India) Pvt. Ltd are also having connectivity with the depositories viz. NSDL And CDSL.

Share Transfer are registered and dispatched within a period of thirty days from the date of the lodgments if the transfer documents are correct and valid in all respects.

Distribution of Shareholding as on 31st March, 2011 :

No. of Equity Shares Held	No. of Shareholders	% of Shareholders	No. of Share held	% of Shareholders
1 to 100	481	28.06	37907	0.95
101 to 200	190	11.09	36285	0.91
201 to 500	387	22.58	158853	3.97
501 to 1000	303	17.68	276891	6.92
1001 to 5000	280	16.34	727364	18.18
5001 to 10000	33	1.92	241711	6.05
10001 to 100000	27	1.57	706473	17.66
100001 and above	13	0.76	1814516	45.36
TOTAL	1714	100.00	4000000	100.00



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Distribution pattern as on 31st March, 2011 :

	NO. OF SHARES	PERCENTAGE (%)
Promoters and Relatives	1018656	25.47%
Bodies Corporate	235165	5.88%
Public	2743372	68.58%
Other – Clearing Member	2807	0.07%

Dematerialization of shares and Liquidity : ISIN NO. INE577D01013

3919299 shares out of 4000000 shares of the company have dematerialized as at 31st March, 2011 representing 97.98% of total capital of the company. The company has entered into agreement with both National Securities Depository Ltd.(NSDL) and Central Depository Services Ltd.(CDSL) whereby shareholders have an option to dematerialized their shares with the depositories.

Outstanding GDRs/ ADRs/ Warrants or any Convertibles
Instruments, Conversion date And Likely impact on equity : Not applicable

Plant Location : Plot No. 873, Village Santej, Tal. Kalol, Dist. Gandhinagar, Gujarat.

Address for Correspondence : 405-6, Rajkamal Plaza-B, Nr. Samruddhi Building,
Opp. Old High Court, Ahmedabad-380014.

ANNEXURE - 'C'

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE:

(Auditors' Certificate on Compliance of Conditions of Corporate Governance as per Clause 49 of the Listing Agreement with the Stock Exchanges.)

**To the Members of
Jyoti Resins & Adhesives Ltd.**

We have examined the compliance of conditions of corporate governance by M/s Jyoti Resins & Adhesives Ltd. for the year ended on 31st March, 2011. as stipulated in Clause 49 of the Listing Agreement entered into with the Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, subject to the requirement of one- half of the Board comprising of independent directors being complied with as on the date of this report, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing agreement.

We state that no investor grievances are pending for a period exceeding one month against the company as per the record maintained by the Shareholders/ Investors Grievance Committee.

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

**For Raman M. Jain & Co.
Chartered Accountants**

**Place : Ahmedabad.
Date : 29th August 2011.**

**Raman M. Jain
Partner**



**ANNEXURE - 'D'
CERTIFICATE BY CEO/CFO**

Pursuant to the provisions of Clause 49 of the Listing Agreement with the Stock Exchanges, it is hereby certified that for the financial year ended 31st March, 2011 :

1. I/we have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief, these statements:
 - (i) do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) 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 transactions entered into by the Company during the year that are fraudulent, illegal or violative of the company's Code of Conduct.
3. I/we accept responsibility for establishing and maintaining internal controls for financial reporting and that I/we have evaluated effectiveness of internal control system of the company pertaining to financial reporting and I/we have disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I/we are aware and the steps I/we have taken or propose to take, to rectify these deficiencies.
4. I/we have indicated to the Auditors and to the Audit Committee :
 - (i) significant changes in internal control over financial reporting during the year.
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud, if any, of which I/we have become aware and the involvement therein, if any, of the management or an employee having significant role in the company's internal control system over financial reporting.

For & On Behalf of the Board

**Place : Ahmedabad
Date : 29th August 2011**

**Jagdish N. Patel
Managing Director**

**ANNEXURE - 'E'
MANAGEMENT DISCUSSION AND ANALYSIS**

Industry structure & Developments :

Jyoti Resins and Adhesives Ltd. is in the business of Productions of Adhesives, Paints & Resins which are widely used in fast moving consumer market on days.

Financial Performance :

Performance of your company for financial year ended on 31st March 2011 has been satisfactory over though stiff market competition. Sales income was Rs 454.68 Lacs compared to previous year sales of Rs. 360.99 Lacs.

Our policy is to identify customers need, design and develop products, Subsequently manufacture & supply at competitive prices to achieve total customer satisfaction.

Internal control system/ Human Resources :

Considering the size of the company. your company has adequate system of internal control to provide reasonable assurance that assets are safeguarded & protected from unauthorised use or disposition. During the financial year ended on 31st March, 2011, industrial relations continued to remain cordial. Employees were subjected to various training to further sharpen their skills in that functional area.

Future Outlook :

Based on the buoyancy of the Indian economy, the over all scenario and the steps taken by the Management, the future outlook of your Company looks bright.

Report on Corporate Governance :

In Compliance with clause 49 of the Listing Agreement entered into with Stock Exchange, the company submits the report on the matter mentioned in the said clause :

The company assumes no responsibility in respect of forward-looking statements, which may be amended or modified in future on the basis of subsequent developments, information or events.

For & On Behalf of the Board

**Place : Ahmedabad.
Dated : 29th August 2011**

**Jagdish N. Patel
Chairman & Managing Director**



AUDITORS' REPORT

To,
The Members of Jyoti Resins And Adhesives Ltd.

1. We have audited the attached Balance Sheet of Jyoti Resins And Adhesives Ltd. as at 31st March, 2011 and the Profit and Loss Account for the year ended on that date annexed thereto and Cash Flow Statement for the period ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in 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 (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes 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 and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section 3(c) of section 211 of the Companies Act, 1956;
 - (e) On the basis of written representations received from the Directors, as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2010 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 with Notes on Accounts & accounting policies give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
 - I. In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - II. In the case of Profit & Loss Account, of the Profit for the year ended on that date; and
 - III. In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For RAMAN M. JAIN & CO.
Chartered Accountants

Place : Ahmedabad
Date : 29th August 2011

Raman M. Jain
Partner



ANNEXURE TO THE AUDITORS' REPORT

**Annexure to the Auditor's Report of even date to the Members of Jyoti Resins & Adhesives Ltd.
(Referred to in paragraph 3 of our report even date)**

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) Fixed assets have been physically verified by the management during the year based on a phased programme, which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. No material discrepancies were noticed on physical verification.
(c) The Company has not disposed off substantial part of its fixed assets during the year.
2. (a) The management has conducted physical verification of inventory at reasonable intervals.
(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) The Company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification.
3. (a) The company has taken unsecured loan from one company listed in the register maintained under section 301 of the Companies Act. The aggregate amount of the loan taken is Rs. 51.50 Lakhs. The company has not granted any loans to parties listed in the Register maintained under section 301 of the Companies Act, 1956.
(b) The rate of interest and other terms and conditions of the loan taken by the Company covered under sub-para (a) above are not prima facie prejudicial to the interest of the Company.
(c) The repayment of principal amount and payment of interest are made regularly.
(d) There are no overdue amounts in respect of such loans.
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 the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, no major weakness has been observed in the internal controls.
5. (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register 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, the transactions with parties with whom transactions exceeding the value of Rupees five Lacs have been entered into during the financial year are at prices, which are reasonable, having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from public within the meaning of the provisions section 58A and 58AA of the Companies Act, 1956 and rules framed there under.
7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and the nature of its business.
8. According to the information and explanations given to us the Central Government has not prescribed maintenance of cost records under clause (d) of subsection (1) of section 209 of the companies Act, 1956 for the products of the company.
9. (a) According to the information and explanations given to us and the books and records examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues applicable to it with the appropriate authorities.
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Sales tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other



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statutory dues were outstanding at the year end for a period of more than six months from the date they become payable except professional tax amounting to Rs.82,124/- which is outstanding for more than six months.

- (c) According to the records of the Company, there are no dues outstanding of sales tax, income tax, custom duty, wealth tax, excise duty and cess on account of any dispute.
10. The accumulated loss of the Company as at 31st March, 2011 is less than 50% of its net worth also the Company has not incurred a cash loss in the current year and the immediately preceding financial year.
 11. Based on our audit procedures and the information and explanations given by the management, the Company has not defaulted in repayment of dues to any financial institution or bank.
 12. Based on our examination of the records and information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. In our opinion and according to the information and explanations given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi/mutual benefit fund / societies.
 14. In respect of dealing in shares, securities, debentures and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transaction and contracts and timely entries have been made therein. Also, the shares, securities, debentures and other investments have been held by the Company in its own name.
 15. On the basis of the information and explanations given to us the Company has not given any guarantee for loans taken by others from banks or financial institutions.
 16. Based on information and explanations given to us by the management, term loans were applied for the purpose for which the loans were raised.
 17. According to the information and explanations given to us and on an overall examination of the Balance Sheet and Cash Flow statement of the Company, we report that no funds raised on short-term basis have been used for long-term investment and no long-term funds have been used to finance short-term assets.
 18. The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
 19. According to the information and explanations given to us, during the period covered by our audit, the Company has not issued any debentures.
 20. The Company has not raised any money by way of public issue during the year.
 21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

For RAMAN M. JAIN & CO.
Chartered Accountants

Place : Ahmedabad
Date : 29th August 2011

Raman M. Jain
Partner

**BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	SCHEDULE	2010-2011	2009-2010
I. SOURCES OF FUNDS :			
1. Shareholder's Fund :			
(a) Share Capital	1	40,000,000	40,000,000
(b) Reserves and surplus		0	0
2. Loan Funds :			
(a) Secured loan	2	8,604,278	6,129,971
(b) Unsecured loans	3	5,950,000	5,440,000
TOTAL FUNDS EMPLOYED		54,554,278	51,569,971
II. APPLICATION OF FUNDS :			
1. Fixed assets	4		
a) Gross block (at cost)		27,951,666	28,454,730
Less : Depreciation		16,887,646	15,911,168
Net Block		11,064,020	12,543,562
2. Investments	5	740,116	327,500
3. Current Assets, Loans and Advances			
a) Inventory	6	14,152,937	9,035,991
b) Sundry debtors	7	24,390,627	21,933,191
c) Cash and bank balances	8	460,321	189,611
d) Loans and Advances	9	2,717,802	195,855
TOTAL: "A"		41,721,687	31,354,648
LESS :			
Current Liabilities and Provisions			
a) Deffered Tax Liability		0	0
b) Current liabilities	10	9,364,202	4,988,598
c) Provisions	11	1,456,737	1,129,066
TOTAL : "B"		10,820,939	6,117,664
Net Current assets (A-B)		30,900,748	25,236,984
4. Miscellaneous expenditure (to the extent not written off or adjusted)		0	0
5. Profit & Loss Account	12	11,849,394	13,461,925
TOTAL FUNDS UTILISED		54,554,278	51,569,971
Accounting policies and notes on Accounts	19		

AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR RAMAN M. JAIN & CO.
CHARTERED ACCOUNTANTSRAMAN M. JAIN
PARTNERPlace : AHMEDABAD
Date : 29th August 2011

ANNUAL REPORT 2010-2011

FOR AND ON BEHALF OF BOARD OF DIRECTORS
FOR JYOTI RESINS AND ADHESIVES LIMITEDMR. JAGDISH N. PATEL
DIRECTORMR. KALPESH R. PATEL
DIRECTORPlace : AHMEDABAD
Date : 29th August 2011

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**MFG. TRADING AND PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2011**

PARTICULARS	SCHEDULE	2010-2011	2009-2010
I. INCOME :			
Sales		40,175,543	34,187,584
Other Income	13	110,460	3,390
Increase / (Decrease) in Stock	14	5,219,463	1,883,403
		45,505,466	36,074,377
II. EXPENDITURE :			
Purchases & Manufacturing Expenses	15	30,195,424	23,069,084
Administrative and Other Expenses	16	2,663,971	2,816,376
Directors Remuneration		600,000	600,000
Selling & Distribution Exps.	17	7,400,928	6,040,103
Finance Charges	18	1,032,565	724,473
Depreciation Exps.	5	1,207,151	1,200,673
		43,100,039	34,450,709
III. PROFIT BEFORE TAXATION :			
Profit / (Loss) before Taxation		2,405,427	1,623,668
Less : Income tax paid for prior period		297,666	0
Less : Provision for Income Tax		495,230	0
Profit carried to balance sheet		1,612,531	1,623,668
Accounting policies and notes on Accounts	19		

AS PER OUR REPORT OF EVEN DATE ANNEXED

FOR AND ON BEHALF OF BOARD OF DIRECTORS
FOR JYOTI RESINS AND ADHESIVES LIMITED

FOR RAMAN M. JAIN & CO.
CHARTERED ACCOUNTANTS

RAMAN M. JAIN
PARTNER

MR. JAGDISH N. PATEL
DIRECTOR

MR. KALPESH R. PATEL
DIRECTOR

Place : AHMEDABAD
Date : 29th August 2011

Place : AHMEDABAD
Date : 29th August 2011



SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	2010-2011	2009-2010
SCHEDULE : 1 - SHARE CAPITAL :		
AUTHORISED		
5,40,00,000 Equity share of Rs. 10/- each	540,000,000.00	540,000,000.00
ISSUED, SUBSCRIBED & PAID UP :		
40,00,000 Equity Shares of Rs. 10/- each	40,000,000.00	40,000,000.00
TOTAL Rs.	40,000,000.00	40,000,000.00
SCHEDULE : 2 - SECURED LOANS :		
Bank Term Loan (Secured against the Hypo. Of Stock & Debtors)	0.00	326,388.00
Bank Working Term Loan (Secured by Stock & Book Debts and Debtors and Mortgage by deposit of title deeds of office at Income-Tax - Ahd, Office at Santej- Kalol & Bungalow at Thaltej - Ahmedabad)	8,604,278.00	5,803,583.00
TOTAL Rs.	8,604,278.00	6,129,971.00
SCHEDULE : 3 - UNSECURED LOANS :		
Inter Corporate Deposits	5,150,000.00	5,440,000.00
Loans From Directors & Members	800,000.00	0.00
TOTAL Rs.	5,950,000.00	5,440,000.00

SCHEDULE : 4 - FIXED ASSETS :

DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	BAL AS ON 01-04-10	ADD	DED	BAL AS ON 31-03-11	BAL AS ON 01-04-10	FOR THE PERIOD	LESS	BAL AS ON 31-03-11	AS ON 31-03-11	AS ON 31-03-10
FREEHOLD LAND	1,607,782	-	-	1,607,782	-	-	-	-	1,607,782	1,607,782
FACTORY BUILDING	4,651,190	6,300	-	4,657,490	2,231,839	155,515	-	2,387,354	2,270,136	2,419,351
PLANT & MACHINERY	17,354,355	4,400	-	17,358,755	11,638,667	822,158	-	12,460,825	4,897,930	5,715,688
OFFICE PREMISES	2,283,730	-	-	2,283,730	529,185	37,225	-	566,410	1,717,320	1,754,545
FURNITURE & EQUIPMENTS	965,968	6,500	-	972,468	840,598	60,351	-	900,949	71,519	125,370
AIR CONDITIONERS	483,889	32,100	-	515,989	304,120	24,493	-	328,613	187,376	179,769
COMPUTER	163,079	12,500	-	175,579	38,305	27,951	-	66,256	109,323	124,774
LABORATORY BUILDING	106,562	-	-	106,562	40,017	3,559	-	43,576	62,986	66,545
VEHICLES :										
- KHUSBU TEMPO	273,311	-	-	273,311	102,752	30,911		133,663	139,648	170,559
- MARUTI ESTEEM	564,864	-	564,864	-	185,685	44,988	230,673	-	-	379,179
TOTAL RS...	28,454,730	61,800	564,864	27,951,666	15,911,168	1,207,151	230,673	16,887,646	11,064,020	12,543,562
PREVIOUS YEAR	28,297,655	157,075	-	28,454,730	14,710,495	1,200,673	-	15,911,168	12,543,562	13,587,160

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	2010-2011	2009-2010
SCHEDULE : 5 - INVESTMENT :		
Cost Value of the quoted Investments :		
Bridge Securities Ltd.	17,605.00	0.00
Shiva Agrofertilizer Ltd.	204,857.00	0.00
Mahalaxmi Rubtech Ltd.	190,154.00	0.00
Cost Value of the Unquoted Investments		
Kalupur Comm. Co Op Bank	325,000.00	325,000.00
Atithya Non Trade Association	2,500.00	2,500.00
TOTAL Rs.	740,116.00	327,500.00
Agregate amount of Market Value of the quoted Investments	226,786.00	-
SCHEDULE : 6 - INVENTORIES :		
RAW MATERIALS	980,304.00	2,202,077.00
PACKING MATERIALS	3,062,615.00	1,910,167.00
FINISHED GOODS	7,798,794.00	3,262,037.00
WORK IN PROGRESS	2,311,224.00	1,628,518.00
GOODS IN TRANSIT	0.00	33,192.00
(As taken, valued & certified by the management)		
TOTAL Rs.	14,152,937.00	9,035,991.00
SCHEDULE : 7 - SUNDRY DEBTORS :		
(Unsecured considered good)		
For a period exceeding six month	4,589,479.00	6,932,774.00
Others	19,801,148.00	15,000,417.00
TOTAL Rs.	24,390,627.00	21,933,191.00
SCHEDULE : 8 - CASH & BANK BALANCES :		
Cash on hand	439,846.00	172,985.00
Bank Balance :		
With Schedule Banks	20,475.00	16,626.00
With others	0.00	0.00
TOTAL Rs.	460,321.00	189,611.00
SCHEDULE : 9 - LOANS & ADVANCES :		
Advance for Purchase	2,580,000.00	0.00
Advance for purchase of assets	10,000.00	0.00
Prepaid expenses	21,519.00	9,211.00
Business deposits	15,120.00	15,120.00
Excise duty	3,422.00	5,549.00
Advance for expenses	85,166.00	163,400.00
Advance Income-Tax	2,575.00	2,575.00
TOTAL Rs.	2,717,802.00	195,855.00

**SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	2010-2011	2009-2010
SCHEDULE : 10 - CURRENT LIABILITIES :		
Sundry Creditors For Materials Purchase	8,723,587.00	4,555,892.00
Sundry Creditors For Expenses	623,024.00	298,126.00
Trade Advance	17,591.00	34,580.00
Business Deposits	0.00	100,000.00
TOTAL Rs.	9,364,202.00	4,988,598.00
SCHEDULE : 11 - PROVISIONS :		
Income Tax	495,230.00	0.00
Unpaid Expenses	562,721.00	550,537.00
TDS Payable	23,698.00	23,299.00
P.F. Payable	34,838.00	35,472.00
Professional Tax Payable	82,124.00	82,932.00
Interest Receivable	91,688.00	91,688.00
Sales / Vat Tax Payable	166,438.00	345,138.00
TOTAL Rs.	1,456,737.00	1,129,066.00
SCHEDULE : 12 - PROFIT & LOSS ACCOUNT :		
Opening Balance	(13,461,925.00)	(15,085,593.00)
Add : Addition during the year	1,612,531.00	1,623,668.00
TOTAL Rs.	(11,849,394.00)	(13,461,925.00)
SCHEDULE : 13 - OTHER INCOME :		
Profit on Trading of Shares	71,558.00	(25,200.00)
Loss On Sale of Maruti Car	(34,191.00)	0.00
Other Income	73,093.00	28,590.00
TOTAL Rs.	110,460.00	3,390.00
SCHEDULE : 14 - INCREASE / (DECREASE) IN STOCK :		
FINISHED GOODS :		
CLOSING STOCK	7,798,794.00	3,262,037.00
LESS : OPENING STOCK	3,262,037.00	1,661,618.00
	4,536,757.00	1,600,419.00
WORK IN PROGRESS :		
CLOSING STOCK	2,311,224.00	1,628,518.00
LESS : OPENING STOCK	1,628,518.00	1,345,534.00
	682,706.00	282,984.00
TOTAL Rs.	5,219,463.00	1,883,403.00

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	2010-2011	2009-2010
SCHEDULE : 15 - DIRECT COST :		
Raw Material :		
Opening Stock	2,202,077.00	1,057,643.00
Purchase	<u>17,257,482.00</u>	<u>14,221,706.00</u>
	19,459,559.00	15,279,349.00
Closing Stock	<u>980,304.00</u>	<u>2,202,077.00</u>
Net Raw Material Consumption	18,479,255.00	13,077,272.00
Consumable Stores & Spares :		
Opening Stock	0.00	0.00
Purchase	<u>12,470.00</u>	<u>7,800.00</u>
	12,470.00	7,800.00
Closing Stock	<u>0.00</u>	<u>0.00</u>
Net Consumable Stores	12,470.00	7,800.00
Packing Material :		
Opening Stock	1910167.00	1155268.00
Purchase	<u>5,169,601.00</u>	<u>4,377,304.00</u>
	7,079,768.00	5,532,572.00
Closing Stock	<u>3,062,615.00</u>	<u>1,910,167.00</u>
Net Packing Material	4,017,153.00	3,622,405.00
Power & Fuel Expenses	433,066.00	355,603.00
Frieght / Octroi Inward Expenses	19,493.00	48,920.00
Excise Duty Paid	0.00	342,944.00
Water Expenses	46,550.00	61,780.00
Staff Gratuity Fund Expenses	684,045.00	440,018.00
Wages Charges	<u>6,503,392.00</u>	<u>5,112,342.00</u>
TOTAL Rs.	30,195,424.00	23,069,084.00
SCHEDULE : 16 - ADMINISTRATIVE AND OTHER EXPENSES :		
Annual General Meeting Expenses	3,000.00	4,250.00
Audit Fees	11,000.00	11,000.00
Cash Discount	35,582.00	77,093.00
Demat Charges	2,823.00	-
Electricity Expenses	58,028.00	36,731.00
Bank Commission Expenses	55,488.00	89,391.00
Godown Rent Expenses	0.00	120,000.00
Insurance Expenses	37,891.00	40,897.00
Kasar & Vatav	241,034.00	31,564.00
Laboratory Expenses	0.00	4,624.00
Legal & Profesional Fees	118,513.00	140,421.00
Misc. Expenses	24,148.00	38,757.00
Municipal Tax	<u>27,770.00</u>	<u>43,271.00</u>

**SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011**

PARTICULARS	2010-2011	2009-2010
SCHEDULE : 16 - ADMINISTRATIVE AND OTHER EXPENSES : (CONTD.....)		
Penalty Expenses	35,000.00	0.00
Pollution Expenses	0.00	5,534.00
Printing & Stationery Expenses	478,427.00	599,882.00
Professional Tax	0.00	2,500.00
Repair to Factory Building	48,774.00	7,160.00
Repairs & Maintenance Office Equipment	35,075.00	47,592.00
Repairs & Maintenance Plant & Machinery	47,944.00	44,392.00
ROC Filling Fee	13,103.00	0.00
Salary Expenses	483,120.00	419,520.00
Sales Tax Expenses	38,439.00	0.00
Share Transfer Expenses	31,478.00	36,599.00
Staff Welfare Expenses	36,813.00	30,970.00
Subscription Charges	1,000.00	0.00
Telephone Expenses	112,529.00	75,223.00
Travelling Expenses	462,211.00	599,031.00
Vehicle Petrol & Repair - Car	13,509.00	27,592.00
Vehicle Petrol & Repair - Scooter	58,004.00	51,355.00
Vehicle Petrol & Repair - Tempo	153,268.00	231,027.00
TOTAL Rs.	2,663,971.00	2,816,376.00
SCHEDULE : 17 - SELLING & DISTRIBUTION EXPENSES :		
Sales Promotion Expenses	5,124,722.00	4,144,384.00
Target Incentive Expenses	2,092,427.00	1826998.00
Frieght / Octroi Expenses	183,779.00	68,721.00
TOTAL Rs.	7,400,928.00	6,040,103.00
SCHEDULE : 18 - FINANCE CHARGES :		
BANK INTEREST	1,032,565.00	721,366.00
CAR LOAN INTEREST	0.00	3,107.00
TOTAL Rs.	1,032,565.00	724,473.00

SCHEDULE - 19 :**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS :****(A) SIGNIFICANT ACCOUNTING POLICIES :****(1) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :**

The books of accounts are prepared under the Historical Cost Convention method using the accrual/mercantile method of accounting and accordance with the Companies Act, 1956 and the applicable accounting standards issued by the Institute of Chartered Accountants of India.

(2) FIXED ASSETS :

All fixed assets are stated at cost. The company has capitalised all costs relating to the acquisition and installation of the fixed assets. All expenses prior to commercial production after adjustment of incomes for the same period have been capitalised and appropriated to fixed assets.

(3) DEPRECIATION :

The Company provides depreciation on its fixed assets on Straight Line Method at the rates specified in Schedule XIV of the Companies Act, 1956. The depreciation on additions/ deletions have been provided on pro rata basis from the date of addition/deletion. Individual assets costing less than Rs.5,000/- acquired during the year have been fully depreciated.

(4) INVESTMENTS :

Investments are valued at cost. There is a diminution in the value of long term investments (quoted) held by the company as on 31/03/2011 on the basis of market value thereof as on that date. No provision is considered necessary in accounts at this stage since the company expects such a decline to be temporary.

(5) INVENTORIES :

Inventories are valued as under :

- (1) Raw Materials, Stores, Goods in Transit & Work In Process are valued at cost.
- (2) Finished Goods are valued at Cost or Net realisable value which ever is lower.

(6) SALES :

Sales are recognised when products are dispatched and represent amounts billed for goods sold including excise duty but excluding VAT.

(7) GRATUITY :

The Company has started staff gratuity scheme with LIC w.e.f 01-05-2009. There are 74 employees in the said scheme.

(8) AMORTISATION OF EXPENSES :

Preliminary & Public Issue Expenses are amortised over a period of ten years.

(B) NOTES TO THE ACCOUNTS :

- (1) Figures have been rounded off to the nearest rupee and previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
- (2) Auditors' Remuneration : Rs. 11000/- (Previous year Rs.11,000/-)
- For Statutory Audit : Rs. 7,000/-
- For Tax Audit : Rs. 4,000/-
- (3) Managing Director's Gross Remuneration: Rs. 6,00,000/- (Previous year Rs. 6,00,000/-)
- (4) Working capital Loans are secured by hypothecation of stock of Raw materials, work-in-progress, finished goods, other materials & book debts of the Company.
- (5) The deferred tax asset has not been recognised, as there is no reasonable certainty of sufficient taxable income being available against which such deferred tax assets can be realised.
- (6) The Company deals in mainly in one product segment i.e. Adhesives and hence requirements of AS-17 "Segment Reporting" issued by Institute of Chartered Accountants of India are not applicable.



- (7) Sundry creditors do not include any amount due to SSI undertakings as per identification made from available information.
 (8) Debit & Credit balances are subject to confirmations & adjustments, if any.

(C) STATEMENT OF ADDITIONAL INFORMATION :

- (a) **LICENSED CAPACITY** : Not applicable.
 (b) **INSTALLED CAPACITY** : (As Compiled and Certified by the Management)

Item	Qty.
Adhesives/Binder	500 MT.
Resins	1830 MT.
Paints / Pigment Paste / Primer	1 Lac MT.
Varnish	120 MT.

(c) PRODUCTION :

Item	Unit	2010-2011 Qty.	2009-2010 Qty.
Adhesives/Binder	Kg.	442286	382047
Resins	Kg.	0	0
Paints/Pigment Paste/Primer/ Varnish	Ltrs.	2020	0

* Inclusive of production for Captive Consumption 0 kg, (Previous year 0 kg.)

(d) SALES :

Item	Unit	2010-2011		2009-2010	
		Qty.	Amt.(Rs)	Qty.	Amt.(Rs)
Adhesives/Binder	Kg.	415278	4,00,38,538	369951	3,42,01,273
Resins	Kg.	0	0	0	0
Paints/Pigment Paste/Primer/Varnish	Ltrs.	2875	1,37,005	0	0
Total			4,01,75,543		3,42,01,273

(e) CONSUMPTION OF RAW MATERIALS :

Item	Unit	2010-2011		2009-2010	
		Qty.	Amt.(Rs)	Qty.	Amt.(Rs)
VAM	Kg.	2,18,621	12,116,664	1,56,332	82,69,194
GH-17/PVA	Kg.	37,930	55,61,845	29,188	46,58,105
MTO	Kg.	0	0	300	12,840
Alkyd Resins	Kg.	0	0	200	17,540
Pigment Powder	Kg.	100	8,934	730	1,29,165
Titanium Dioxide	Kg.	0	0	250	27,563
Emulsion	Kg.	0	0	150	9,450
Dryer	Kg.	0	0	159	27,453
D.B.P.	Kg.	11340	11,86,852	0	0
Linseed/Soya Oil	Kg.	100	11,906	50	5,775
Starch	Kg.	1,538	39,548	1,780	33,311
Emulsifire	Kg.	0	0	440	52,206
Formal Dihide	Kg.	2018	31,801	0	0
Others			5,46,208		3,90,570
Less :					
Excise Modvate Credit			10,29,212		5,55,900
Total			1,84,74,546		1,30,77,272

(f) **OPENING STOCK OF FINISHED GOODS :**

Item	Unit	2010-2011		2009-2010	
		Qty.	Amt.(Rs)	Qty.	Amt.(Rs)
Adhesives/Binder	Kg.	25,765	31,86,056	13,669	15,85,637
Resins	Kg.	0	0	0	0
Paints/Pigment	Ltrs.	855	75,981	855	75,981
Paste/Primer/Varnish					
Total			32,62,037		16,61,618

(g) **CLOSING STOCK OF FINISHED GOODS :**

Item	Unit	2010-2011		2009-2010	
		Qty.	Amt.(Rs)	Qty.	Amt.(Rs)
Adhesives/Binder	Kg.	52,773	77,98,794	25,765	31,86,056
Resins	Kg.	0	0	0	0
Paints/Pigment	Ltrs.	0	0	855	75,981
Paste/Primer/Varnish					
Total			77,98,794		32,62,037

(h) **VALUE OF IMPORTED & INDIGENOUS RAW MATERIALS CONSUMED :**

Item	Unit	2010-2011		2009-2010	
		Qty.	Amt.(Rs)	Qty.	Amt.(Rs)
Imported		NIL	NIL	NIL	NIL
Indigenous		-	1,84,74,546	-	1,30,77,272
Total			1,84,74,546		1,30,77,272

(i) CIF VALUE OF IMPORTS : Nil (Previous Year Rs. Nil)

(j) EXPENDITURE IN FOREIGN CURRENCY : Nil

(k) EARNING IN FOREIGN CURRENCY : Nil

(l) **RELATED PARTY DISCLOSURES :**

1. Name of the related parties and Relationship

(a) Subsidiary : N.A.

(b) Key Management Personnel :

Shri Jagdish N. Patel Managing Director

Shri Chandulal C. Patel Executive Director

(c) Other related enterprise with significant influence : NIL

2. Details relating to parties referred to (b)&(c) above :

	Key Management Persons	Other related Enterprise
Remuneration Paid	6,00,000	—

**(D) BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE :****A. REGISTRATION DETAILS :**

Registration No. : 04-20879
State Code : 04
Balance Sheet Date : 31-03-2011
Date Month Year

B. CAPITAL RAISED DURING THE YEAR : (Amt.In Rs. Lacs)

Public Issue : NIL
Right Issue : NIL
Bonus Issue : NIL
Private Placement : NIL
Preferential Issue : NIL

C. POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS : (Amt.In Rs. Lacs)

Total Liabilities : 545.54
Total Assets : 545.54

Sources of Funds :

Paid - up Capital : 400.00
Reserves & Surplus : NIL
Secured Loans : 86.04
Unsecured Loans : 59.50

Application of Funds :

Net Fixed Assets : 110.64
Investments : 7.40
Net Current Assets : 309.01
Miscellaneous Expenditure : NIL
Accumulated Losses : 118.49

D. PERFORMANCE OF COMPANY : (Amt.In Rs. Lacs)

Turnover and Other Income : 455.05
Total Expenditure : 431.00
Profit Before Tax : 24.05
Profit after Tax : 16.12
Earning Per Share (Rs.) : 0.40
Dividend Rates : NIL

E. GENERIC NAME OF THREE PRINCIPAL PRODUCTS OF THE COMPANY :

(1) Item Code No.(ITC Code) : 390791.00
Product Description : MALEIC RESINS
(2) Item Code No.(ITC Code) : 320890.02
Product Description : PAINTS
(3) Item Code No.(ITC Code) : 390703.01
Product Description : ALKYD RESINS

NOTE : Classification of products under ITC code being a technical nature is not verified by the Auditors.

AS PER OUR REPORT OF EVEN DATE

**FOR RAMAN M. JAIN & CO.
CHARTERED ACCOUNTANTS**

**RAMAN M. JAIN
PARTNER
M. No.: 045760**

**Place : AHMEDABAD
Date : 29th August 2011**

**FOR AND ON BEHALF OF BOARD OF DIRECTORS
FOR JYOTI RESINS AND ADHESIVES LIMITED**

**MR. JAGDISH N. PATEL MR. KALPESH R. PATEL
DIRECTOR DIRECTOR**

**Place : AHMEDABAD
Date : 29th August 2011**



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

PARTICULARS	2010-2011 RUPEES	2009-2010 RUPEES
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	1,612,531	1,623,668
ADJUSTMENTS FOR :		
DEPRECIATION	1,207,151	1,200,673
PROFIT ON SALE OF SHARES	(71,558)	
LOSS ON SALES OF ASSETS	34,191	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	2,782,315	1,200,673
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	(2,457,436)	(2,791,483)
INVENTORIES	(5,116,946)	(3,446,187)
TRADE PAYABLES	4,703,275	(1,086,056)
LOANS/ ADVANCES	(2,521,947)	1,393,183
NET CASH FROM OPERATING ACTIVITIES TOTAL [A]	(2,610,739)	(3,106,202)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
PURCHASE OF FIXED ASSETS	(61,800)	(157,075)
SALES OF FIXED ASSETS	300,000	-
SALES OF SHARES	8,540,846	-
INVESTMENTS IN SHARES	(8,881,904)	(95,000)
NET CASH FROM INVESTING ACTIVITIES TOTAL [B]	(102,858)	(252,075)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
INCREASE/(DECREASE) IN SECURED LOAN	2,474,307	2,625,700
INCREASE/(DECREASE) IN UNSECURED LOAN	510,000	(200,000)
NET CASH USED IN FINANCING ACTIVITIES TOTAL [C]	2,984,307	2,425,700
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	270,710	(932,577)
CASH AND CASH EQUIVALENTS AS AT 1-4-2010 (OP. BAL.)	189,611	1,122,188
CASH AND CASH EQUIVALENTS AS AT 31-3-2011 (CLO. BAL.)	460,321	189,611

AS PER OUR REPORT OF EVEN DATE

FOR RAMAN M. JAIN & CO.
CHARTERED ACCOUNTANTS

RAMAN M. JAIN
PARTNER
M. No.: 045760

Place : AHMEDABAD
Date : 29th August 2011

FOR AND ON BEHALF OF BOARD OF DIRECTORS
FOR JYOTI RESINS AND ADHESIVES LIMITED

MR. JAGDISH N. PATEL
DIRECTOR

MR. KALPESH R. PATEL
DIRECTOR

Place : AHMEDABAD
Date : 29th August 2011

JYOTI RESINS AND ADHESIVES LIMITED

REGISTERED OFFICE : 405-6, RAJKAMAL PLAZA - B,NR.SAMRUDDHI BLDG,
OPP. OLD HIGH COURT, AHMEDABAD-380014.

PROXY FORM

DP. ID* _____ CLIENT ID* _____ FOLIO NO. _____

I/WE _____

OF _____ BEING A MEMBER/MEMBERS OF THE ABOVE-NAMED

COMPANY HEREBY APPOINT MR/MRS _____ OF OR FAILING

HIM/HER MR/MRS _____ OF _____

AS MY/OUR PROXY TO ATTEND AND VOTE FOR ME/US AND ON MY/OUR BEHALF AT THE 18TH ANNUAL GENERAL MEETING OF THE COMPANY TO BE HELD ON 30TH SEPTEMBER, 2011 AND AT ANY ADJOURNMENT THEREOF.

SIGNED THIS _____ DAY OF _____ 2011.

NO. OF SHARES HELD _____

SIGNATURE(S) _____

ADDRESS _____



NOTE: THIS PROXY FORM MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY AT 405-6, RAJKAMAL PLAZA -B, NR.SAMRUDDHI BLDG.,OPP. OLD HIGH COURT,AHMEDABAD-380 014 NOT LESS THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE MEETING.

* APPLICABLE FOR INVESTORS HOLDING SHARES IN ELECTRONIC FORM.

JYOTI RESINS AND ADHESIVES LIMITED

REGISTERED OFFICE : 405-6, RAJKAMAL PLAZA - B,NR.SAMRUDDHI BLDG,
OPP. OLD HIGH COURT, AHMEDABAD-380014.

ATTENDANCE SLIP

EIGHTEENTH ANNUAL GENERAL MEETING - 30TH SEPTEMBER, 2011

DP. ID* _____ CLIENT ID* _____ FOLIO NO. _____

NO. OF SHARES HELD _____

I CERTIFY THAT I AM A REGISTERED SHAREHOLDER/PROXY FOR THE REGISTERED HOLDERS OF THE COMPANY.

I HEREBY RECORD MY PRESENCE AT THE 18TH ANNUAL GENERAL MEETING OF THE COMPANY BEING HELD ON FRIDAY, 30TH SEPTEMBER, 2011 AT 3.00 P.M. AT RAJKAMAL PLAZA-B, NR. SAMRUDDHI BLDG., OPP. OLD HIGH COURT, AHMEDABAD-380014.

MEMBER'S/PROXY'S NAME IN BLOCK LETTERS

MEMBER'S/PROXY'S SIGNATURE

NOTE :

- 1. PLEASE FILL THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE VENUE OF THE MEETING.
- 2. PLEASE BRING YOUR COPY OF BALANCE SHEET AT THE TIME OF ANNUAL GENERAL MEETING.

* APPLICABLE FOR INVESTORS HOLDING SHARES IN ELECTRONIC FORM.

BOOK-POST

If Undelivered please return to :

JYOTI RESINS AND ADHESIVES LIMITED

405-6, RAJKAMAL PLAZA-B,
NR. SAMRUDDHI BLDG,
OPP. OLD HIGH COURT,
AHMEDABAD-380014.