

NOTICE

NOTICE is hereby given that the Twenty Sixth Annual General Meeting of the members of Jauss Polymers Limited will be held on Monday, the 23rd day of December, 2013 at Sanatan Dharam Mandir, Moti Nagar, New Delhi - 110019. at 9:30 A.M. to transact the following business.

ORDINARY BUSINESS

1. ADOPTION OF ACCOUNTS

To receive, consider and adopt the audited Financial Statements of the Company for the year ended 30th June, 2013.

2. APPOINTMENT OF STATUARY AUDITOR

To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution:

“**RESOLVED** that M/s. BGJC & Associates, Chartered Accountants, be and are hereby appointed as the Statutory Auditors of the Company, to hold office of Statutory Auditors For the Financial Year 2013-14, at a remuneration to be determined by the Board of Directors of the Company (which term includes its Committee) in consultation with the Auditors in addition to out-of pocket expenses as may be incurred by them during the course of Audit”.

SPECIAL BUSINESS

3. APPOINTMENT OF MR. UPENDRA DATT TRIPATHI AS DIRECTOR

To consider and if thought fit, to pass, with or without modification(s) the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to provisions of Section 161 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Upendra Datt Tripathi, who was appointed as an Additional Director, by the Board of Directors of the Company and who holds office as such only up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing along pursuant to the provisions of Section 257 of the Companies Act, 1956 from a Member signifying his intention to propose Mr. Upendra Datt Tripathi, as a candidate for the office of Director of the Company, be and is hereby appointed as a Director of the Company.”

4. APPOINTMENT OF MR. UPENDRA DATT TRIPATHI AS MANAGING DIRECTOR

To consider and if thought fit, to pass, with or without modification(s) the following resolution as a Special Resolution:

“**RESOLVED** that pursuant to Sections 198, 267, 268, 269, 309, 310, Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 including any statutory modification or re-enactment thereof, provisions of Articles of Association of the Company and subject to approval from the Central Government, if required, approval of the Company be and is hereby accorded for appointment of Mr. Upendra Datt Tripathi as “Managing Director “ of the Company effective from July 1st, 2013, for the 05 years i.e till June 30th, 2018 and payment of remuneration to Mr. Upendra Datt Tripathi, for a period of 5 years w.e.f. 1st July, 2013, as recommended by the Employees Compensation Committee and as set out in the Explanatory Statement attached to the notice of this Annual General Meeting.”

“**RESOLVED FURTHER** that pursuant to Section 198 and other applicable provisions of the Companies Act, 1956 including any statutory modification or re-enactment thereof, the remuneration as set out in the said Explanatory Statement be paid as minimum remuneration to Mr. Upendra Datt Tripathi.”

I. REMUNERATION

(a) Salary

Upto ₹ 40,000 per month.

(b) Commission

Such remuneration by way of commission not exceeding 3% of net profits of the Company in addition to the salary, perquisites and allowances, subject to the overall ceiling stipulated in Sections 198 and 309 of the Companies Act, 1956. The specific amount payable will be decided by the Board of Directors based on certain criteria and will be payable only after the Annual Accounts of the Company have been adopted by the members of the Company.

(c) Perquisites

Perquisites should be allowed in addition to the salary as but within the overall limit, if any, prescribed under Schedule XIII of the Companies Act, 1956, as amended from time to time. The perquisites shall be evaluated etc. as per Income Tax Rules, wherever applicable and in the absence of any such rules, at actual cost.

(d) Housing

House Rent Allowance shall be allowed as per the rules of the Company within the overall limit specified above.

(e) Car/Telephone

Car with driver for use on company's business and telephone/telefax facilities. The aforesaid remuneration will be subject to the limit of 5% of the net profits as laid down under sub-section (3) of section 309 of the Companies Act, 1956.

5. APPOINTMENT OF MR. ARUN RAMGOPAL MEHRA AS DIRECTOR

To consider and, if thought fit to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 161 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Arun Ramgopal Mehra, who was appointed as an Additional Director, by the Board of Directors of the Company and who holds office as such only up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing along pursuant to the provisions of Section 257 of the Companies Act, 1956 from a Member signifying his intention to propose Mr. Arun Ramgopal Mehra, as a candidate for the office of Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation".

6. APPOINTMENT OF MR. KETINENI SAYAJI RAO AS DIRECTOR

To consider and, if thought fit to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 161 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Ketineni Sayaji Rao, who was appointed as an Additional Director, by the Board of Directors of the Company and who holds office as such only up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing along pursuant to the provisions of Section 257 of the Companies Act, 1956 from a Member signifying his intention to propose Mr. Ketineni Sayaji Rao, as a candidate for the office of Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation".

7. APPOINTMENT OF MR. KRISHNASWAMY MOHANRAJ MADURAI AS DIRECTOR

To consider and, if thought fit to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 161 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Krishnaswamy Mohanraj Madurai, who was appointed as an Additional Director, by the Board of Directors of the Company and who holds office as such only up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing along pursuant to the provisions of Section 257 of the Companies Act, 1956 from a Member signifying his intention to propose Mr. Krishnaswamy Mohanraj Madurai, as a candidate for the office of Director of the Company, be and is hereby appointed as a Director of the Company, liable to retire by rotation".

8. EMPLOYEES LOAN SCHEME U/S 185 OF COMPANIES ACT, 2013

To consider and if thought fit to pass with or without modification the following resolution as Special Resolution:

"RESOLVED THAT pursuant to Section 185 of the Companies Act, 2013 and subject to the approval of such other authorities, if any required from time to time, consent of the members of the Company be and is hereby accorded to launch a scheme of loan for all its employees whose names are mentioned on employee muster roll of the Company, as per the terms & Conditions laid down in the agreement between the Company and its employees.

For and on behalf of the Board
Jauss Polymers Limited

Sd/-
Srikant Upadhyay
(Company Secretary)

Place : New Delhi
Date : 29.11.2013

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. A BLANK PROXY FORM IS ENCLOSED FOR THE USE BY MEMBERS, IF REQUIRED, WHICH MUST BE SUBMITTED WITH THE COMPANY'S REGISTERED OFFICE AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. Pursuant to Section 154 of the Companies Act, 1956, the Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, December 18th, 2013 to Monday, December 23rd, 2013 (both days inclusive).
3. Members attending the meeting are requested to bring their own copy of the Annual Report and attendance slips sent herewith duly filled and signed.
4. Members are requested to notify change in address, if any, to the Company at its Registered Office, quoting correct folio number(s).
5. In the case of Joint holders, if more than one holder intend to attend the meeting they must obtain additional admission slips on request from the Registered Office of the Company.
6. Details under Clause 49 of the Listing Agreement with the Stock Exchanges in Respect of Directors seeking appointment/re-appointment at the ensuing Annual General Meeting is separately annexed hereto.
7. Members holding shares in physical form are requested to dematerialise their shares. Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit PAN to their Depository Participants with whom they are maintaining their demat accounts.
8. The Company has paid the Listing Fees for the year 2013-2014 to The Bombay Stock Exchange Limited at which the Company's securities are presently listed.
9. Members are requested to intimate any change in address or bank mandates to their Depository Participant(s) with whom they are maintaining their demat accounts for shares held in the electronic mode or to the Company's Registrar's & Share Transfer Agents if the shares are held in the physical form.

M/s Beetal Financial & Computer Services (P) Ltd.

99, 3rd Floor, Madangir, Bhnd Local Shopping Centre,
New Delhi - 11006

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 AND SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3 & 4

Mr. Upendra Datt Tripathi was appointed as Additional Director of the Company w.e.f January 7th, 2013 and re-designated as Managing Director of Jauss Polymers Limited for a period of 5 years from July 1st, 2013. Mr. Upendra Datt Tripathi is not disqualified from being appointed as Director in terms of Section 274(1)(g) of the Companies Act, 1956, confirming his eligibility for such appointment. Considering his vast experience, his presence on the Board will be of immense value to the Company.

Salary & other perquisite paid to Mr. Upendra Datta Tripathi is as below;

I. REMUNERATION

(a) Salary

Upto ₹ 40,000 per month.

(b) Commission

Such remuneration by way of commission not exceeding 3% of net profits of the Company in addition to the salary, perquisites and allowances, subject to the overall ceiling stipulated in Sections 198 and 309 of the Companies Act, 1956. The specific amount payable will be decided by the Board of Directors based on certain criteria and will be payable only after the Annual Accounts of the Company have been adopted by the members of the Company.

(c) Perquisites

Perquisites should be allowed in addition to the salary as but within the overall limit, if any, prescribed under Schedule XIII of the Companies Act, 1956, as amended from time to time. The perquisites shall be evaluated etc. as per Income Tax Rules, wherever applicable and in the absence of any such rules, at actual cost.

(d) Housing

House Rent Allowance shall be allowed as per the rules of the Company within the overall limit specified above.

(e) Car/Telephone

Car with driver for use on company's business and telephone/telefax facilities. The aforesaid remuneration will be subject to the limit of 5% of the net profits as laid down under sub-section(3) of section 309 of the Companies Act, 1956.

The resolution as set out at in item No.4 of this Notice is accordingly commended for your acceptance.

Except Mr. Upendra Datt Tripathi, none of the Directors are interested or concerned in this Resolution.

Item No. 5

Mr. Arun Ramgopal Mehra, was appointed on the Board of the Company as an Additional Director w.e.f. January 7th, 2013. Mr. Arun Ramgopal Mehra as an Additional Director, shall hold office upto the date of this Annual General Meeting. The approval of Members is being sought for appointment of Mr. Arun Ramgopal Mehra as Director, liable to retire by rotation.

Your Directors recommend the Resolution for approval of the Members.

Item No. 6

Mr. Ketineni Sayaji Rao, was appointed on the Board of the Company as an Additional Director w.e.f. July 15th, 2013. Mr. Ketineni Sayaji Rao as an Additional Director, shall hold office upto the date of this Annual General Meeting. The approval of Members is being sought for appointment of Mr. Ketineni Sayaji Rao as Director, liable to retire by rotation.

Your Directors recommend the Resolution for approval of the Members.

Item No. 7

Mr. Krishnaswamy Mohanraj madurai, was appointed on the Board of the Company as an Additional Director w.e.f. October 11th, 2013. Mr. Krishnaswamy Mohanraj madurai as an Additional Director, shall hold office upto the date of this Annual General Meeting. The approval of Members is being sought for appointment of Mr. Krishnaswamy Mohanraj madurai as Director, liable to retire by rotation.

Your Directors recommend the Resolution for approval of the Members.

Item No. 8

In compliance with Section 185 of Companies Act, 2013, Company introduces a policy of Loan Scheme for its employees. This policy will not be applicable to the employees falling in the category of Officer trainee, Trainee, Part time trainees, clerks, and sub-staff & employees who are also on deputation.

The tenure of repayment is 5 years for all loans except Housing Loan. The tenure of repayment for Housing Loans is 25 years

Vehicle loan can be availed of only for the purposes of purchasing a firsthand vehicle.

Hospitalisation loan can be availed of in case of medical exigencies pertaining to immediate family consisting of spouse, dependent children and dependant parents.

The monthly instalment and interest will be recovered from monthly salary.

The entire loan outstanding will have to be repaid before submission of resignation.

Interest rate @ 25% p.a. will be levied in case the employee leaves the services of the Company before completion of 3 years of services from the date of joining. The 3-year service period would also include probation period.

All existing and new loans will require the beneficiary to provide a “guarantor” who would underwrite the loan in case of default. The employee and the guarantor need to complete the process of signing the ‘Guarantee and Indemnity’ form and also provide adequate income proof of Guarantor. Personal guarantor cannot be an existing employee of the Company.

The requirement of guarantor is as below –

For employees who have spent less than 5 years with the Company in the grades of CFO To GM & DGM To Officer & below: Guarantor to be taken for all kinds of loan for 5 years from the time of disbursal of the loan

For employees in grades of MD/WTD : No Guarantor required.

All loans will be disbursed provided employees have a satisfactory performance rating. The employee loans will be sanctioned and disbursed only on confirmation of service.

These disbursements shall be subject to the Company fulfilling its requirement of obtaining critical information like PAN details, proof of permanent residential address, and copy of driving license and/or passport details.

Sanction of loan will be at the sole discretion of the Management. The abovementioned policy is subject to review by the management from time to time.

For and on behalf of the Board
Jauss Polymers Limited

Sd/-
Srikant Upadhyay
(Company Secretary)

Place : New Delhi
Date : 29.11.2013

DIRECTORS REPORT

TO THE MEMBERS,
JAUSS POLYMERS LIMITED,

Your Directors' are delighted to present 26th Annual Report on the business & operations of the Company together with the Audited Financial Statements & Accounts for the year ended 30th June, 2013.

(Amount in ₹)

Particulars	2012-13	2011-12
Net Sales & Other Income	10,94,52,749	4,15,38,354
Profit before Interest, Depreciation & Tax	1,07,29,284	56,86,635
Financial Charges	30,23,920	5,25,710
Depreciation & Amortisation	72,67,520	57,42,374
Profit before Tax	4,37,844	(5,81,449)
Exceptional Income	15,55,7,706	23,09,827
Tax Expenses	58,53,890	NIL
Net Profit after Tax	1,01,41,660	17,28,378
Earning per equity share	2.19	0.43

2. PERFORMANCE & OPERATION

During the year ended on 30th June, 2013 the net revenue of the Company is ₹ 1094.53 Lacs as against ₹ 415.38 Lacs in the previous year which depicts a growth of 163%. However, the profit has not increased substantially as the company has invested heavily on repairs & maintenance of old machineries and incurred substantial expenditure on business promotion which will yield the results in the year to come.

Keeping in view the aggressive growth strategy of the Company and the growing needs for funds, the Board of Directors of your Company have decided to plough back the profit and thus, not recommended any dividend for the financial year under review.

3. FUTURE OUTLOOK:

The use of the PET in India is continuously increasing in the packaging market and most of the segments are growing steadily. It is estimated that the PET market will double by itself within the next 4 to 5 years. Moreover, we have entered into strategic tie-ups and consequently we have been able to develop various high profile customers such as Dabur India Ltd, Patanjali Ayurvedic, S.C Johnson in addition to our existing business with Wrigleys. The company expects the turnover to be around ₹ 15 cr this year and with a bottom line of around ₹ 1.5 cr. Hence your company is in the process of complete turnaround to a vibrant, and financially healthy company which will be a name to be reckoned with in the PET industry.

4. INSURANCE

All the Properties of the Company including its buildings Plant & Machinery and stocks are adequately insured.

5. BOARD OF DIRECTORS

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company Mr. Kamal Singh Mehra, Director who will be retiring by rotation, being eligible offers himself for re- appointment.

The Brief resume of the Director seeking re-appointment at this Annual General Meeting alongwith his expertise and other details as stipulated under Clause 49 of the Listing Agreement entered into with the Stock Exchanges are given in the Annexure to the Notice Convening the 26th Annual General Meeting.

None of the Directors of the Company is disqualified as per provisions of Section 274(1)(g) of the Companies Act, 1956. The Directors have made necessary disclosures as required under various provisions of the Companies Act, 1956 and Clause 49 of the Listing Agreement.

6. CORPORATE GOVERNANCE REPORT

Your Directors reaffirms their continued commitment to good Corporate Governance practices. Your Company adheres to all major stipulations laid down in this regard, as provided in Clause 49 of the Listing Agreement entered into with

the Stock Exchanges which relates to Corporate Governance. Report on Corporate Governance along with the Certificate from the Practicing Company Secretary M/s Suresh Kumar & Associates. certifying the due compliance with the said requirements, forms the part of this report.

7. DIRECTORS RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217(2AA) OF THE COMPANIES ACT, 1956.

On the basis of the compliance certificate received from the concerned executive of the Company, subject to the disclosures in the Annual Accounts and also on the basis of the discussions with the Statutory Auditors of the Company from time to time Your directors hereby confirm:

- i) that in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and
- iii) 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. that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv) That the directors had prepared the annual accounts on a going concern basis.

8. FIXED DEPOSITS

During the period under review the Company has not accepted / renewed any Fixed Deposits within the meaning of Section 58A of the Companies Act,1956.

9. LISTING ON STOCK EXCHANGE

The Companies Share continues to be listed on Mumbai Stock Exchange and the Annual Listing Fees has been paid uptill 2013-14. Your Company initiated necessary action to delist its equity shares from the Ludhiana, Delhi, Jaipur and Kolkata Stock Exchanges pursuant to the Special Resolution passed at the Annual General Meeting held on 30.09.2004 and the same is still under consideration by them.

10. INTERNAL CONTROL SYSTEMS

The Company has an effective system of accounting and administrative controls which ensure that all assets of the company are safe guarded and protected against loss from unauthorized use or disposition. The Company has a well defined organizational structure with clear functional authority limits for the approval of all the transactions.

The company has a strong reporting system, which evaluates and forewarns the management on issues related to compliance. The performance is regularly reviewed by the Board of Directors and the Audit Committee to ensure that it is in keeping with the overall corporate policy and in line with the Companies objectives.

11. DIRECTORS' COMMENT ON AUDITOR QUALIFICATIONS.

1. The company has written off a sum of ₹ 3.6 cr given as an advance to a party for acquisition of land & construction of building. However, the contractor has defaulted according to the terms of contract by not meeting its commitment and the very amount seem to be unrecoverable being unsecured. Hence as a conservative measure the amount was written off. Nevertheless, we are taking all possible measures to recover the amount and we are pleased to inform you that due to effective measures taken , the company has been able to recover a sum of ₹ 1 cr from them which is a post balance sheet event. Further sustained efforts are being made to recover the balance also.
2. The company on the basis of technical evaluation, has amended its method of depreciation and changed from Straight Line Method to a faster Written Down Value Method right from the inception. Consequently, the fixed assets are now presented at its realistic and more conservative value so that accurate position of the company is presented to all stake holders.
3. The balances with all the parties have been reconciled since and there is no major difference with any party.

12. AUDITORS

In compliance with the provision of mandatory rotation of statutory auditor under Companies Act, 2013, M/s BGJC & Co., Chartered Accountants, has been appointed as the Auditors of the Company in place of M/s V.K. Dhingra & Co. To hold office of Auditors until conclusion of the next Annual General Meeting of the Company. The necessary certificate as required has been received from the above named auditors.

13. PARTICULARS OF EMPLOYEES U/S 217 (2A) OF THE COMPANIES ACT, 1956.

During the year under review, no employee whether employed for the whole year or part of the year, was drawing remuneration exceeding the limits as laid down under section 217(2A) of the Companies Act, 1956. Therefore, the information as required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is not required to be given.

14. MD/CFO CERTIFICATE

As required by the Clause 49 of the Listing Agreement, the MD/CFO certificate on the accounts is attached and forms part of the Annual Report.

15. CASH FLOW STATEMENT

Cash Flow Statement in accordance with Accounting Standard (AS-3) issued by the Ministry of Corporate Affairs also forms the part of this report.

16. PERSONNEL

The industrial relations scenario continued to be stable during the year under review. The Company has been taking various initiatives for the HR development and this continues in this ensuing year as well.

17. PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS.

NIL

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

This is to confirm that all the members of the Board of Directors of the Company and Senior Management Personnel have affirmed their compliances with the Code of Conduct laid down by the Board of Directors of the Company as on 30th June, 2013.

This Certificate is Being Given in Compliance with the Requirements of Clause 49(1)(D) of the Listing Agreement entered into with the Stock Exchanges.

19. APPRECIATION

The Board wishes to express their sincere gratitude for the continued co-operation, encouragement and support extended by the shareholders, financial institutions and bankers of the company. The Board also wishes to express their deep appreciation of the dedicated services of the officers, staff and workers of the company.

For & on behalf of the Board of Directors
Jauss Polymers Limited

Sd/-
Upendra Datt Tripathi
(Managing Director)

Place : New Delhi
Date : 29.11.2013

**CORPORATE GOVERNANCE REPORT OF JAUSS POLYMERS LTD. FOR THE
YEAR ENDED 30th JUNE, 2013.**

1. Philosophy of Corporate Governance

The Company philosophy of Corporate Governance is to enhance the long term shareholders value, achieve operational efficiencies and business results in all areas of company's operations, with compliance of all statutory and regulatory provisions. The believes in transparency, openness and disclosure of information consistent with the business environment in which the company operates

2. Composition of Board Of Directors (As on 30.06.2013)

The Composition of the Board of Directors of the Company is in line with Clause 49 of the Listing Agreement, it has one Managing Director and Four Non Executive Independent Directors. The Composition of the Board of Directors of the Company as on 30th June, 2013 was as under: -

S. NO.	NAME	STATUS	Number of Directorship/ Held in Other Companies
1	Sh. Dildeep Singh Sethi	Promoter & Managing Director	2
2	Sh. D. Bhattacharya	Non-Executive Independent	NIL
3	Sh. Kamal Mehra	Non-Executive Independent Director	2
4	Sh. Upendra Datt Tripathi	Non-Executive Independent Director	1
5	Sh. Arun Ramgopal Mehra	Non-Executive Independent Director	3

(a) Details of Board Meetings

Eight Board Meetings were held during the period under review. These Meetings were held on 16th July 2012, 02nd August, 2012, 18th October, 2012, 29th October, 2012, 29th November, 2012, 07th January, 2013, 14th February, 2013, 11th March, 2013.

Name	No. of Board Meetings Attended	Attended Last AGM
Sh. Dildeep Singh Sethi	06	YES
Sh. D. Bhattacharya	06	YES
Sh.Kamal Singh Mehra	06	YES
Sh. Upendra Datt Tripathi	04	NO
Sh. Arun Ramgopal Mehra	03	NO

As mandated by the revised clause 49, all the independent Directors on the Company's Board are Non-Executive and:

Do not have any material pecuniary relationships or transaction with the Company, its promoters, its Directors, its senior management and associates, which may affect independence of the Directors.

Are not related to promoters or persons occupying management positions at the Board level or at one level below the Board.

Have not been Executive of the company in the immediately preceding three Financial years of the Company.

Are not partner or executive of the or were not partner or executive of the Statutory Audit Firm or the Internal Audit Firm and legal Firms ,Consulting Firms, which have association with the Company.

Are not material suppliers, services providers customers or lesser or lessee of the Company, which may affect independence of the Directors

Are not substantial shareholders of the Company i.e. do not own two percent or more of the block of voting shares.

Board Committees:

3. Audit Committee

The Audit Committee comprises of three members viz. Mr. Debashish Bhattacharya, who is non-executive and independent Director, is the Chairman of the Audit Committee. Mr. Kamal Singh Mehra, non-executive independent Director and Arun Ramgopal Mehra is the other members of the Audit Committee. The Audit Committee met Four times on 02nd August, 2012, 29th October, 2012, 14th February, 2013, 15th May, 2013.

The terms of reference of Audit Committee are in conformity with the requirements of the Clause 49 of the listing agreement and also Section 292A of the Companies Act, 1956.

4. Remuneration Committee

The terms of reference of remuneration Committee consists of reviewing the compensation policy, service agreements and other employment conditions of the Managing Director.

The Company pays managerial remuneration to its Managing Director, the only executive Director, as approved by the Board of Directors and shareholders of the Company. The details thereof are given in the note to the Accounts. No remuneration is paid to any other Director.

The details of remuneration paid to Sh. Dildeep Singh Sethi, Managing Director of the Company during the period ended on 30.06.2013 is given as follows.

NAME	ANNUAL GROSS SALARY	PERQUISITES
Sh. Dildeep Singh Sethi	₹ 10,20,000/-	NIL

No sitting fee was paid to any directors for attending the Board or any Committee Meetings.

5. Shareholders Grievances cum Share Transfer Committee.

The investor/Shareholders grievances Committee deals with various matters relating to transfer/ Transmissions of Shares, issues of duplicate share certificates, Exchange of new Certificates in lieu of old certificates and all other related matters, monitors expeditious redressal of investors grievances and all other matters related to shares.

Mr. Debashish Bhattacharya is the Chairman of the Shareholders Grievances Cum Share Transfer Committee. Mr. Kamal Singh Mehra and Mr. Dildeep Singh Sethi are the Other Members of the Committee. All the complaints have been disposed off to the satisfaction of the shareholders. Moreover, all the valid requests for share transfer received during the year have been processed within 30 days by the company and no such transfer is pending as on 30th June, 2013. Mr Srikant Upadhyay is the Company Secretary & Compliance Officer of the company and M/s Suresh Kumar & Associates, practicing Company Secretary during the year 2012-13 have carried out quarterly Secretarial Audit.

6. Subsidiary Companies

The Company does not have any subsidiary Company.

7. Compliance Certificate

Compliance Certificates for Corporate Governance from M/s Suresh Kumar & Associates, Secretarial Auditor of the Company is annexed herewith.

8. General Body Meeting

Location and time of last three Annual General Meetings are as under:

Year	Place	Date	Time	No. of Resolution
2011-12	Sanatan Dharam Mandir, Moti Nagar New Delhi-15	27.12.2012	9.30 A.M.	Nil
2010-11	Sanatan Dharam Mandir, Moti Nagar New Delhi-15	30.12.2011	4.30 P.M.	Nil
2009-10	Sanatan Dharam Mandir, Moti Nagar New Delhi-15	30.09.2010	9.30 A.M.	Nil

A) Whether Special Resolution were put through postal ballot last year ? NO

B) Is Special Resolution put through Postal Ballot this year ? NO

9. Disclosures

a. Related Party Transactions

No transaction was entered by the Company with its promoters, the directors or the management, their subsidiaries or relatives, etc. that may have potential conflict with the interests of the company at large.

b. Penalties or strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority

There has not been any non- compliance by the Company and no penalties Or structures have been imposed on the company by the stock exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years. However, the Company's share has been suspended by the Bombay Stock Exchange in the Financial year 2004-05 and the efforts are being made to revoke the suspension and the Company is quite hopeful of the revocation of suspension at the earliest.

c. Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent possible.

d. Proceeds from the issue of Equity Shares/ Warrants/ FCCBs

During the year under review the Company has not received any proceeds by issuing Equity Shares / Warrants/ FCCBs.

e. Management Discussion and Analysis

A Management Discussion Analysis Report forms part of this Annual Report and includes discussions on various matters specified under Clause 49 (IV)(F) of the Listing Agreement.

f. Particulars Of Directors to be appointed/re-appointed

Information pertaining to particulars of Directors to be appointed and re-appointed at the forth coming Annual General Meeting is being included in the Notice convening the Annual General Meeting.

g. Disclosures of Risk Management

The Company has laid down procedures to inform the members of the Board about the risk assessment and minimization procedures. A Risk Management Committee consisting of senior Executives of the Company periodically reviews these procedures to ensure that executive management controls risk through properly defined framework. The Company has framed the risk assessment and minimization procedure, which is periodically reviewed by the Audit Committee and the Board.

8. MEANS OF COMMUNICATION

The Company is not sending half-yearly report to each household of shareholders. The quarterly, half yearly and annual results are generally published by the Company in Business Standard & Veer Arjun Delhi. The Company have its WEB Site i.e. www.jausspolymers.com. The Company does not display official news releases. The Management Discussion and Analysis Report forms part of this Directors report.

9. GENERAL SHAREHOLDER INFORMATION

Annual General Meeting to be held

Date and Time	:	23rd December, 2013 at 9:30 A.M.
Venue	:	Sanatan Dharam Mandir

10. Financial Calender 2012-2013

(Unaudited Financial Results)	:	
Results for the quarter ending 30th June 2012	:	02nd August, 2012
Results for the quarter ending Sep.30, 2012	:	29th October, 2012
Results for the quarter ending Dec. 31, 2012	:	14th February, 2013.
Results for the quarter ending March, 2013	:	15th May, 2013
Dividend Payment Date	:	No Dividend has been recommended by the Board of Directors of the Company during the period under review.

11. Listing on Stock Exchange

The Company's shares are listed on the Stock Exchange, Mumbai Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001

Delisting Status

1. Delhi Stock Exchange Ass. Ltd.	Delisting Approval Awaited
2. The Stock Exchange, Ahmedabad	Do
3. The Calcutta Stock Exchange.	Do
4. The Ludhiana Stock Exchange.	Do
5. The Jaipur Stock Exchange.	Do

12. DEMATERERIALISATION OF SHARES

We are pleased to inform you that Company has successfully established connectivity with NSDL & CDSL. ISIN No. allotted to the Company is INE593O01017. Now Shareholders can dematerialize their Physical Shares of the Company freely in DEMAT through their depository participant.

Market Price Data:

During the year under review the shares of the Company were not traded on any stock exchange.

13. Performance in Comparison to BSE Sensex, CRISIL index:

Not Applicable

14. Registrar and share Transfer Agent

During the year under review M/s Beetel Financial & Computer Services (P) Ltd. is acting as Registrar & Transfer Agent of the Company.

15. Share Transfer Operations

Presently Shares received for transfer are transferred to respective Shareholders within 10-12 days from the date of receipt subject to the documents being valid in all respects.

16. Distribution of Shareholders as on 30.06.2013

SHARES HOLDING OF NOMINAL VALUE OF ₹	SHAREHOLDERS		NO. OF SHARES	PERCENTAGE% TO TOTAL
	NUMBER	PERCENTAGE (%)		
Upto-5,000	13627	98.52	11,72,700	25.35
5,001-10,000	113	0.82	82,450	1.78
10,001-20,000	42	0.30	6,07,000	1.31
20,001-30,000	9	0.07	21,500	0.47
30,001-40,000	2	0.01	6,350	0.13
40,001-50,000	1	0.01	5,000	0.11
50,001-1,00,000	6	0.04	38,775	0.84
1,00,001-Above	32	0.23	32,38,100	70.00
TOTAL	13,832	100.00	4,62,55,75	100.00

17. Outstanding GDRs / ADRs /Warrants or any Convertible Instruments:

Not Applicable

18. Plant Location:

Village Malpur, (Baddi) Hadbast No.189, Paragna Dharampur, Tehsil Nalahagarh Baddi H.P.

19. Address for Correspondence:

The Investors may address their Communication/ Grievances /queries/suggestions to:

Company Secretary & Compliance Officer

404A, Chiranjiv Tower 43, Nehru Place, New Delhi -110019

The above report was placed before the Board at its meeting held on 29.11.2013 and the same was approved.

For **Jauss Polymers Limited**

Sd/-

Upendra Datt Tripathi
(Managing Director)

Place : New Delhi

Date : 29.11.2013

MANAGEMENT DISCUSSIONS AND ANALYSIS

INDUSTRY SCENARIO

Inspite of continuous increase in Pet prices which is converted into plastic bottles & jars i.e our products industry is continuous to grow and remain extremely popular in edible oil bottles, pharmaceutical products, hygiene products, alcoholic beverages, confectioneries etc. This is mainly because of its inherent qualities of its strength and toughness, good optical sparkling glass like appearance, odourless, hygienic for food packing with good barrier properties to water and gases, eco-friendly nature. Moreover, it is cost competitive as compared to glass. In view of the above PET products are growing at a phenomenal rates inspite of all odds.

OPPORTUNITIES & FUTURE OUTLOOK

To take the advantage of the aforesaid situation, your company is taking positive steps:

- a) customer base and the advantage of optimum freight cost. Moreover, the units have been installed at tax free locations so as to be cost competitive
- b) Company is taking all the positive steps so as to ensure that the best quality products are supplied at optimum price. In order to do so, it has taken number steps to be cost competitive.
- c) Company is consolidating its position in its existing customers such as Dabur, Wipro and Wrigley, S.C. Johnson etc
- d) Company is also undertaking research & development so as to provide innovative products to its customers. It is also developing various types of molds so as to cater to the wider range of customers.

Hence your company aims to be leading player and a name to be reckoned in PET packaging industry.

RISK MANAGEMENT

Management has taken concrete steps to mitigate the risk inherent to any business. Company is in this business for last 25 years and hence have a strong understanding of the complete business including marketing network and the requirements of manufacturing and technical expertise. It is fully equipped with technical, commercial and financial capabilities to avert any risk and also to grow simultaneously.

INTERNAL CONTROL & SYSTEMS

The systems have been inbuilt with checks and controls so that company's resources are utilized most efficiently and effectively. There is an internal audit program which is regularly implemented and the reports are constantly reviewed and monitored so as to ensure the compliance of applicable statutes and effectiveness of control in the organization. To further strengthen systems in the company it has implemented SAP system for online functioning.

HUMAN RESOURCES & INDUSTRIAL RELATIONS

It has been the endeavour of the company to ensure that its human resources are given top most priority. In this regard, the initiatives have been taken through adequate trainings, seminars and team building to ensure that a motivated and a contented team works for the organization. The company comprises of right blend of young and experienced staff comprising of professionals and executives to ensure that organization achieves new heights in the coming years.

DIVIDEND

Your Directors after considering that the company is on growth track and consolidation have decided to plough back the accruals in the company for the future growth and hence have not declared dividend this year.

CORPORATE GOVERNANCE

Your Directors reaffirm their commitment to comply with the Corporate Governance Standards prescribed by the Securities Exchange Board of India (SEBI). A separate Report on Corporate Governance as stipulated under clause 49 of the Listing Agreement along with Auditors' certificate on its compliance has been annexed hereto as part of the Annual Report.

ACKNOWLEDGEMENTS

The Board of Director express their sincere thanks and wishes to place on record its deep appreciation for the continued support, confidence and co-operation that the Company has received from Indian Overseas Bank, Suppliers and Business Associates.

Your Directors also place on record their deep appreciation of the employees for the valued and continuous support at all levels for their services and commitment during the year.

For & on behalf of the Board of Directors
Jauss Polymers Limited

Sd/-
Upendra Datt Tripathi
(Managing Director)

Place : New Delhi
Date : 29.11.2013

MD / CFO CERTIFICATION IN TERMS OF CLAUSE 49(V) OF THE LISTING AGREEMENT

To
The Board of Directors
JAUSS POLYMERS LTD.
404A, Chiranjiv Tower 43,
New Delhi-110019

Dear Sir,

1. I Upendra Datt Tripathi, Chairman and Managing Director of the Company hereby certify that I have reviewed the Balance Sheet, Profit & Loss Account and all its Schedules and Notes and Accounts as well the Cash Flow Statement as at 30th June 2013 and certify that to the best of our knowledge and belief:
 - a) These Statements do not contain any materially untrue statement of omit any Material fact or contain any Statement that might be misleading.
 - b) These Statements read together present a true and fair view of Companies affair and are in Compliance with existing Accounting Standards, applicable laws and regulations.
2. We further certify that, to the best of our knowledge and belief, no transactions have been entered into by the company during the year under review which are fraudulent, illegal or violative of the Company's Code of Conduct.
3. We are responsible for establishing and maintaining disclosure control s and procedures and internal controls over financial reporting for the Company and we have:
4.
 - a) designed such disclosure controls and procedures to ensure that material information relating to the Company is made known to us by others within the Company, particularly during the period in which this report is being prepared.
 - b) designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.
 - c) evaluated the effectiveness of the Company's disclosures, controls and procedures.
 - d) disclosed in the report any change in the Company's internal control over financial reporting that occurred during the Company's most recent financial year that has materially affected, or is reasonably likely or materially affect, the Company's internal control over financial reporting.
5. We have disclosed based on our most recent evaluations, wherever applicable, to the Company's auditors and the Audit Committee of the Company's Board (and performing the equivalent functions)
 - a) all deficiencies in the design or operation of the internal controls, which could adversely affect the Company's ability to record, process, summaries and report financial data, and have identified for the Company's auditors, any material weakness in internal controls over financial reporting including any corrective actions with regard to deficiencies.
 - b) Significant changes in internal controls during the year covered by this report.
 - ix) All the significant changes in accounting policies during the year, if any. And that the
 - x) same have been disclosed in the notes to the financial statements.
 - xi) Instances of significant fraud of which we are aware, that involve management or other
 - xii) employees who have a significant role in the Company's internal controls system.

For & on behalf of the Board of Directors
Jauss Polymers Limited

Place : New Delhi
Date : 29.11.2013

Sd/-
Upendra Datt Tripathi
(Managing Director)

Sd/-
Ashok Kumar Singh
(Chief Financial Officer)

CERTIFICATE OF CORPORATE GOVERNANCE

To the Members of
JAUSS POLYMERS LTD.

1. We have examined the compliance of conditions of Corporate Governance by **JAUSS POLYMERS LTD.** for the Period ended on 30th June, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges in India.
2. The Compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the 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 expression of opinion on the financial statement of the company.
3. 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 Conditions of Corporate Governance as stipulated in the mentioned Listing Agreements.
4. We state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained by the Shareholders Grievance - Cum - Share Transfer Committee.
5. We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness.

For Suresh Kumar & Associates

**Sd/-
Suresh Kumar**

Place : Delhi
Date : 29.11.2013

INDEPENDENT AUDITOR'S REPORT

To The Members of
JAUSS POLYMERS LTD.

Report on the Financial Statements

We have audited the accompanying financial statements of JAUSS POLYMERS LIMITED ("the company") which comprise the Balance Sheet as at 30th June 2013 and Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements.

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at June 30th, 2013
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to:

1. Pending initiation of recovery proceedings towards advance of ₹ 3.60 crores for development of properties, we are unable to comment on the provision of ₹ 3.60 crores (refer note no.23).
2. Change in the basis of providing depreciation on plant and machinery and moulds from straight line method to written down value method, resulting into lower profits before tax for the year by ₹ 29.94 lacs and accumulated profits upto 30th June, 2012 by ₹ 92.25 lacs (refer note no.24).
3. Balance confirmation, reconciliation and cosequential adjustments, if any (refer note no.35).

Our opinion is not qualified in respect of these matters.

Report On Other Legal And Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by Section 227(3) of the Act, we report that:
- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on June 30,2013 and taken on record by the Board of Directors, none of the directors is disqualified as on June 30, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For V. K. DHINGRA & CO.
CHARTERED ACCOUNTANTS
(FRN- 000250N)**

**Sd/-
V.K. DHINGRA
(PARTNER)
M. No. 014467**

Place : New Delhi
Date : 29.08.2013

ANNEXURE TO THE AUDITORS' REPORT

REFERRED TO IN PARAGRAPH (1) OF OUR REPORT OF EVEN DATE ON OTHER LEGAL AND REGULATORY REQUIREMENTS ON THE ACCOUNTS OF JAUSS POLYMERS LIMITED FOR THE YEAR ENDED ON 30th JUNE, 2013

- i) a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- b) Major portion of the fixed assets have been physically verified by the management during the period as per the phased programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such verification.
- c) During the year ended 30 June, 2013, the Company has sold/ disposed off major part of fixed assets which may affect the going concern status of the company.
- ii) a) The inventory has been physically verified during the period by the management. In our opinion, the frequency of verification is reasonable.
- b) In our opinion, 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) On the basis of our examination of the records of inventory, we are of the opinion that the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
- iii) a) The Company has not granted any loan-secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, the clauses 4(iii) (b) to (d) of the Order are not applicable.
- b) The terms and conditions of unsecured interest free loans taken during the period from the parties covered in the register maintained under Section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the Company.
- c) There were no unsecured loans outstanding as on 30th June, 2013 in case of parties covered in the register maintained u/s 301 of the Companies Act, 1956, the maximum amount involved, in case of one party, during the year was ₹ 41,59,000/-. The repayment of principal amount of those loans was regular wherever stipulated.
- iv) 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 with regard to purchases of inventory and fixed assets and with regard to the sale of goods and services. Further, on the basis of our examination of the books and records of the Company and according to the information and explanations given to us, we have not come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.
- v) According to the information and explanations given to us, no contracts or arrangements were entered into during the period as referred to in Section 301 of the Companies Act, 1956. Therefore, the provisions of clause (v) of the said Order are not applicable to the Company under the circumstances.
- vi) The Company has not accepted any deposits from the public during the period to which the directives issued by the Reserve Bank of India and the provisions of Sections 58 A and 58 AA of the Companies Act, 1956 and the rules framed there under are applicable.
- vii) The company has an internal audit system, the scope and coverage of which, in our opinion requires to be enlarged to be commensurate with the size and nature of its business.
- viii) The Central Government vide notification dated 3rd June, 2011 made mandatory for the Company to maintain cost record as prescribed from 1st April, 2011. The company has made and maintained such accounts and records.
- ix) a) According to the records of the Company examined by us, the Company is generally regular during the period in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Wealth-tax, Sales Tax, Cess and other statutory dues applicable to it. There were no arrears of such dues as on 30th June, 2013 for a period of more than six months.

- b) According to the information and explanation given to us and the records of the Company examined by us, there was no disputed amount payable in respect of Provident Fund, Investor Education and Protection Fund, Employees State Insurance Fund, Sales Tax, Income Tax, Custom Duty, Wealth Tax, Excise Duty and Cess as at 30th June, 2013.
- x) The Company's accumulated losses at the end of the period were not more than fifty percent of its net worth. The company has not incurred cash losses during the period covered by our audit and in the immediately preceding period.
- xi) On an examination of the records of the Company and according to information and explanation given to us, the Company has not taken any loan from bank or financial institution, therefore clause xi of the order not applicable.
- xii) Based on our examination of documents and records, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) In our opinion, the provisions of any special statute applicable to chit fund/nidhi/mutual benefit/societies are not applicable to the Company.
- xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments.
- xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the period.
- xvi) According to the information and explanations given to us, the Company applied term loans and the same were utilised for the purpose for which the loans were obtained.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that funds raised on short term basis have not been used for long term investment.
- xviii) According to the information and explanations given to us and on overall examination of the balance sheet of the Company, we report that the company has not made any preferential allotment of shares during the year.
- xix) The Company has not issued any debentures during the period.
- xx) The Company has not raised any money through public issue during the period.
- xxi) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the period, nor have we been informed of such case by the management.

**For V. K. DHINGRA & CO.
CHARTERED ACCOUNTANTS
(FRN- 000250N)**

**Sd/-
V.K. DHINGRA
(PARTNER)
M. No. 014467**

Place : New Delhi
Date : 29.08.2013

BALANCE SHEET AS AT 30TH JUNE, 2013

(₹)

Particulars	Note No.	As at 30 June, 2013	As at 30 June, 2012
I EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share capital	2	50,655,750	50,655,750
(b) Reserves and surplus	3	(10,828,830)	(20,970,490)
2 Non-current liabilities			
(a) Long-term borrowings	4	488,125	23,602,469
(b) Deferred tax liabilities (net)		2,578,890	-
(c) Long-term provisions	5	1,056,217	1,187,687
3 Current liabilities			
(a) Short-term borrowings	6	-	6,886,109
(b) Trade payables		35,861,587	1,677,943
(c) Other current liabilities	7	6,236,818	4,838,767
(d) Short-term provisions	8	2,971,300	200,991
TOTAL		89,019,857	68,079,226
II ASSETS			
1 Non-current assets			
(a) Fixed assets	9		
(i) Tangible assets		46,474,158	39,780,099
(b) Long-term loans and advances	10	2,571,384	18,618,384
2 Current assets			
(a) Inventories	11	10,404,350	276,197
(b) Trade receivables	12	20,705,834	4,554,727
(c) Cash and bank balances	13	3,834,065	2,776,717
(d) Short-term loans and advances	14	5,030,066	2,073,102
Total		89,019,857	68,079,226
Significant Accounting Policies	1		
Additional notes forming part of the Financial Statements	23 to 39		

In terms of our report of even date attached.

As per our report of even date
For V. K. DHINGRA & CO.
Chartered Accountants
(FRN- 000250N)

For and on behalf of the board of Directors
Jauss Polymers Limited

Sd/-
V. K. DHINGRA
(Partner)

Sd/-
SRIKANT UPADHYAY
(Company Secretary)

Sd/-
U. D. TRIPATHI
(Director)

Sd/-
A.R. MEHRA
(Director)

Place : New Delhi
Date : 29.08.2013

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 30TH JUNE, 2013

(₹)

Particulars	Note No.	Year ended 30 June, 2013	Year ended 30 June, 2012
INCOME:			
I Revenue from operations	15	108,810,721	41,323,281
II Other income	16	642,028	215,073
III Total revenue (I+II)		109,452,749	41,538,354
EXPENSES			
Cost of materials consumed	17	46,035,292	508,128
Increase in Inventory of Finished Goods	18	(2,218,605)	-
Employee benefits expense	19	12,664,363	10,504,374
Finance costs	20	3,023,920	525,710
Depreciation and amortisation expense	9	7,267,520	5,742,374
Other expenses	21	42,242,415	24,839,217
IV Total expenses		109,014,905	42,119,803
V Profit/(Loss) before exceptional items and tax (III - IV)		437,844	(581,449)
VI Exceptional items	22	15,557,706	2,309,827
VII Profit for the year (V +VI)		15,995,550	1,728,378
Less: Tax Expenses			
Current Tax		3,275,000	-
Deferred Tax		2,578,890	-
Net Profit After Tax		10,141,660	1,728,378
VIII Earnings per equity share (Face value of ' 10/- each):			
(a) Basic		2.19	0.43
(b) Diluted		2.00	0.38

Significant Accounting Policies 1

Additional notes forming part of the Financial Statements 23 to 39

In terms of our report of even date attached.

As per our report of even date
For **V. K. DHINGRA & CO.**
Chartered Accountants
(FRN- 000250N)

For and on behalf of the board of Directors
Jauss Polymers Limited

Sd/-
V. K. DHINGRA
(Partner)

Sd/-
SRIKANT UPADHYAY
(Company Secretary)

Sd/-
U. D. TRIPATHI
(Director)

Sd/-
A.R. MEHRA
(Director)

Place : New Delhi
Date : 29.08.2013

CASH FLOW STATEMENT FOR THE PERIOD 30TH JUNE, 2013

(₹)

Particulars	Year ended 30 June, 2013	Year ended 30 June, 2012
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit / (Loss) before exceptional items and tax	437,844	(581,449)
Adjustments for:		
Depreciation and amortisation expenses	7,267,520	5,742,374
Finance costs	3,023,920	1,014,412
Interest income	<u>(10,571)</u>	<u>(28,425)</u>
Operating profit / (loss) before working capital changes	10,718,713	6,146,911
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(10,128,153)	(148,945)
Trade receivables	(16,151,107)	2,269,602
Short-term loans and advances	(2,956,964)	(344,055)
Long-term loans and advances (Excluding Capital advances)	(818,000)	1,569,346
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	34,183,644	(612,768)
Other current liabilities	1,398,051	(9,941,705)
Short-term provisions	2,770,309	14,574
Long-term provisions	<u>(131,470)</u>	<u>140,728</u>
Net changes in working capital	8,166,310	(7,053,223)
Cash flow from operating activities before exceptional items	18,885,023	(906,312)
Exceptional items (other than profit on sale of fixed assets)	902,392	(76,699)
Cash generated from operations	19,787,415	(983,011)
Net income tax (paid) / refunds	<u>(5,853,890)</u>	<u>-</u>
Net cash flow from / (used in) operating activities (A)	13,933,525	(983,011)
B. Cash flow from investing activities		
Capital expenditure on fixed assets, including capital advances	(45,255,981)	(4,039,084)
Proceeds from sale of fixed assets	64,627,000	4,449,000
Interest received	<u>10,571</u>	<u>28,425</u>
Net cash flow from / (used in) investing activities (B)	19,381,590	438,341

CASH FLOW STATEMENT FOR THE PERIOD 30TH JUNE, 2013

(₹)

Particulars	Year ended 30 June, 2013	Year ended 30 June, 2012
C. Cash flow from financing activities		
Proceeds from issue of warrants converted into equity	-	7,500,000
Proceeds from issue of equity shares	-	-
Increase in capital reserve (Central Investment Subsidy)	-	-
Repayment of long-term borrowings	(23,114,343)	(12,707,310)
Repayment of short-term borrowings	(6,886,109)	-
Proceeds form short-term borrowings	-	5,712,084
Finance cost	(3,023,920)	(1,014,412)
Net cash flow from / (used in) financing activities (C)	(33,024,372)	(509,638)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	290,743	(1,054,308)
Cash and cash equivalents at the beginning of the year	2,776,716	3,831,024
Cash and cash equivalents at the end of the year	3,067,459	2,776,716
Cash and cash equivalents at the end of the year comprises (Refer note 14):		
(a) Cash on hand	2,918,112	120,005
(b) Balances with banks		
In current accounts	915,953	2,656,711
	3,834,065	2,776,716

Notes:

- (i) The above Cash Flow Statement is prepared under the indirect method set out in the AS-3, as prescribed by Companies (Accounting Standards) Rules, 2006.
- (ii) Figures in the brackets indicate Cash Outgo.
- (iii) Figures for the previous period are regrouped in pursuant to application of revised schedule VI, hence cash flow statement may not be comparable with previous period figures.

In terms of our report of even date attached.

**As per our report of even date
For V. K. DHINGRA & CO.
Chartered Accountants
(FRN- 000250N)**

**For and on behalf of the board of Directors
Jauss Polymers Limited**

Sd/-
V. K. DHINGRA
(Partner)

Sd/-
SRIKANT UPADHYAY
(Company Secretary)

Sd/-
U. D. TRIPATHI
(Director)

Sd/-
A.R. MEHRA
(Director)

Place : New Delhi
Date : 29.08.2013

Notes forming part of the financial statements

Note 1: Significant accounting policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under historical cost convention, on a going concern basis and in accordance with the applicable accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government, in consultation with the National Advisory Committee on Accounting Standards and relevant provisions of the Companies Act, 1956. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

1.2 Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognized in the period in which they materialize.

1.3 Sale/Revenue Recognition

Revenue (income) is recognized where no significant uncertainty as to determination or realization exists. Sales are recognized ex works and are including of excise duty but net of trade discounts and sales tax. Job work income is recognized on delivery of finished goods.

1.4 Inventories

Raw Materials and Packing Materials are valued at cost*.

Finished Goods are valued at Cost* or Net realizable value, Whichever is lower.

*Cost is determined on the basis of first in first out (FIFO) method.

1.5 Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation and impairment loss, if any. The cost of assets comprises of purchase price and directly attributable cost of bringing the assets to working condition for its intended use including borrowing cost and incidental expenditure during construction incurred up to the date when the assets are ready to use and share issue expenses related to funds raised for financing the project.

1.6 Depreciation/ Amortisation

- i) Depreciation on fixed assets, other than plant and machinery and moulds is provided on straight line method as per Schedule-XIV of the Companies Act, 1956.
- ii) Depreciation on plant and machinery and moulds is provided on written down value method as per Schedule-XIV of the Companies Act, 1956.
- iii) Depreciation is provided on pro-rata basis from the date on which assets are put to use in case of addition and provided upto the date of sale/disposal in case of sale/disposal.
- iv) Leasehold improvement assets are amortised over the period of lease.

1.7 Employee Benefits

- a) Contribution to the Provident Fund and Employees State Insurance is deposited in accordance with the provisions of the relevant acts and is charged to profit and loss account.
- b) Provision for gratuity and leave encashment is made on the basis of actuarial valuation at the end of the year. Actuarial gains or losses are recognized in the Statement of Profit and Loss.

1.8 Provisions

A provision is made based on a realizable estimate made. It is probable that an outflow of resources embodying economic benefits will be realized to settle an obligation. Contingent liabilities, if material, are disclosed by way of notes to accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

1.9 Taxes on Income

Tax expense for the year comprising current tax and deferred tax is included in determining the net profit/(loss) for the year.

Deferred tax assets are recognised for all deductible timing differences and carried forward to the extent there is reasonable certainty that sufficient future taxable profit will be available against which such deferred tax assets can be realised. Deferred tax assets to the extent they pertain to brought forward losses and unabsorbed depreciation, are recognised only if there is virtual certainty of realisation, based on expected profitability in the future as estimated by the Company.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the balance sheet date.

1.10 Earning per Share

In determining earning per share, the company considers net profit after tax. Basic earning per share is computed using the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed using the weighted average number of equity shares outstanding including dilutive potential equity shares during the year.

Particulars	As at 30-06-2013		As at 30-06-2012	
	No. of Shares	Amount (₹)	No. of Shares	Amount (₹)
NOTE 2				
SHARE CAPITAL				
Authorised:				
Equity shares of ₹ 10 each	7,500,000	75,000,000	7,500,000	75,000,000
Convertible preference shares of ₹ 100 each	50,000	5,000,000	50,000	5,000,000
TOTAL		80,000,000		80,000,000
Issued, Subscribed and paid up				
Equity shares of ₹ 10 each	4,625,575	46,255,750	4,625,575	46,255,750
Convertible preference shares of ₹ 100 each	44,000	4,400,000	44,000	4,400,000
TOTAL		50,655,750		50,655,750

(A) Details of shares held by each shareholder holding more than 5% shares of the company at the end of the year:

Particulars	As at 30-06-2013		As at 30-06-2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity shares:				
Dildeep Singh Sethi	1,215,043	26.27	1,215,043	26.27
Paramjit Kaur Sethi	249,316	5.39	249,316	5.39
Darsh Polymers Pvt Ltd	758,800	16.40	758,800	16.40
Convertible preference shares:				
O. K. Play India Ltd.	33,000	75.00	33,000	75.00
ICICI Bank Ltd.	11,000	25.00	11,000	25.00

(B) Reconciliation of the number of shares and amount outstanding at the beginning and as at 30th June, 2013:

Particulars	As at 30-06-2013		As at 30-06-2012	
	No. of Shares	Amount (₹)	No. of Shares	Amount (₹)
Opening balance	4,625,575	46,255,750	3,625,575	36,255,750
Add: Issued during the year (refer point "E" below)	-	-	1,000,000	10,000,000
Closing Balance as at balance sheet date	4,625,575	46,255,750	4,625,575	46,255,750

(C) The holders of equity shares are entitled to receive dividend as declared from time to time and are entitled to voting rights proportionate to their shareholding at the meeting of shareholders.

- (D) Convertible Preference Shares are convertible into Equity Shares at par at the option of the shareholders and subject to the approval of the relevant authorities.
- (E) 10,00,000 equity shares of ₹ 10/- each issued during the year ended June 30th, 2012 and 7,50,000 equity shares of ₹ 10/- each issued during the year ended June 30, 2011 are subject to lock-in period of three years from the date of allotment as per SEBI Regulations, 2009.

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
NOTE 3		
RESERVES AND SURPLUS		
(a) Capital reserve		
Opening balance	18,620,114	4,791,677
Add: Additions during the year		
Transfer from surplus in statement of profit and loss	-	13,828,437
Closing balance	18,620,114	18,620,114
(b) Surplus / (Deficit) in statement of profit and loss		
Opening balance	(39,590,604)	(27,490,545)
Add: Profit during the year as per statement of profit and loss	10,141,660	1,728,378
Less: Transfer to capital reserve	-	13,828,437
Closing balance	(29,448,944)	(39,590,604)
TOTAL (a+b)	(10,828,830)	(20,970,490)

NOTE 4

LONG-TERM BORROWINGS

(a) Term loans from other parties - secured*	186,628	589,970
(b) Other loans and advances		
Secured	-	21,841,000
Unsecured	1,464,375	3,208,319
	1,651,003	25,639,289
Less: Current Maturities of long term debts (Refer note no. 7)	1,162,878	2,036,820
	488,125	23,602,469

*Term Loans from other parties are secured against hypothecation of vehicles.

(i) Details of Repayment of Loans as on Balance Sheet date:

Particulars	Commencement month	No.of Monthly Installments left	Maturity month	Amount (₹)
(a) Term loans from other parties - secured*				
Tata Motors Finance Limited - Car Loan	July, 2011	12	June, 2014	136,446
Tata Motors Finance Limited - Truck Loan	Oct, 2010	2	Aug, 2013	50,182
(b) Other loans and advances				
Unsecured:				
Other parties as per BIFR Scheme**				1,464,375
TOTAL				1,651,003
Less: Current Maturities of long term debts (Refer note no. 7)				1,162,878
				488,125

**Unsecured loans from Other parties as per BIFR Scheme are repayable over a period of 3 years in 12 quarterly installments commencing from September, 2011 without carrying any interest as per the order of BIFR.

(ii) Details of default in repayment Unsecured Loans and interest (if any) as on Balance Sheet date:

Particulars of Loans	No. of Installment defaults	Principal amount
Other parties as per BIFR Scheme	4	488,125
TOTAL		488,125

(ii) Company has no default in repayment of Term loans from other parties and interest thereon as on Balance Sheet date.

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
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NOTE 5

LONG-TERM PROVISIONS

Provision for employee benefits:

(i) Provision for gratuity (net)	872,401	934,848
(ii) Provision for Leave encashment	183,816	252,839
TOTAL	1,056,217	1,187,687

NOTE 6

SHORT-TERM BORROWINGS(Unsecured)

(a) Loans and advances from related parties	-	586,109
(b) Other loans and advances	-	6,300,000
TOTAL	-	6,886,109

NOTE 7

OTHER CURRENT LIABILITIES

(a) Current maturities of long-term debt (refer note no. 4)	1,161,889	2,033,794
(b) Interest accrued but not due on borrowings (refer note no.4)	989	3,026
(c) Other payables:		
(i) Statutory dues (Contributions to PF and ESIC, TDS, VAT, Service Tax, etc.)	1,174,150	121,731
(ii) For purchase of fixed assets	200,010	156,047
(iii) Others	3,699,780	2,524,169
TOTAL	6,236,818	4,838,767

NOTE 8

SHORT-TERM PROVISIONS

For current tax (Net of TDS)	2,956,536	-
For employee benefits:		
(i) For gratuity	10,528	33,594
(ii) For leave encashment	4,236	167,397
TOTAL	2,971,300	200,991

NOTE 9 Fixed Assets (Amount in ₹)

S. Particulars	Gross Block			Depreciation				Written Down Value		
	As at 01.07.2012	Additions during the period	Sale/ Adjustments	As at 30.06.2013	As at 01.07.2012	For the Current period	Deduction during the period Assets Sold	Adjustment Due to Change in Method	As at 30.06.2013	As at 30.06.2012
TANGIBLE ASSETS										
1 Land	914,588	-	914,588	-	-	-	-	-	-	914,588
2 Building:										
Freehold	9,987,723	-	4,731,606	5,256,117	3,772,217	-	3,772,217	-	5,256,117	959,399
Leasehold Improvement	630,331	-	-	630,331	344,371	171,576	-	-	114,384	285,960
3 Plant and Equipment	71,998,291	21,935,670	1,721,538	92,212,423	42,395,339	5,671,378	1,721,538	5,976,828	39,890,416	34,863,370
4 Moulds	43,620,825	4,029,129	34,475,087	13,174,867	38,360,407	1,204,637	34,326,790	3,248,449	4,688,164	-
5 Furniture & Fixture	3,280,540	5,915	2,219,011	1,067,444	2,209,034	18,304	2,154,995	-	220,155	296,560
6 Office equipments	5,027,669	150,267	4,103,745	1,074,191	3,589,591	58,279	3,458,402	-	477,471	1,030,826
7 Vehicles	1,995,192	-	486,290	1,508,902	565,786	143,346	283,798	-	1,083,568	1,429,406
TOTAL	137,455,159	26,120,981	48,651,865	114,924,275	91,236,745	7,267,520	45,717,740	9,225,277	62,011,802	39,780,099
PREVIOUS YEAR	(188,657,203)	(3,269,055)	(54,471,099)	(137,455,159)	(137,902,996)	(5,742,374)	(52,408,626)	-	(6,438,315)	-

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
NOTE 10		
LONG-TERM LOANS AND ADVANCES		
(Unsecured, considered good unless otherwise stated)		
(a) Capital advances		
To related parties	-	16,265,000
To others	36,000,000	600,000
(b) Security deposits		
with Government Departments	1,476,956	828,956
with Others	1,094,428	924,428
TOTAL	38,571,384	18,618,384
Less: provision for doubtful loans and advances	36,000,000	-
TOTAL	2,571,384	18,618,384
NOTE 11		
INVENTORIES		
(Inventories are valued at cost or net realisable value, whichever is lower)		
Finished Goods	2,218,605	-
Raw materials	7,654,842	269,925
Packing Materials	530,903	6,272
TOTAL	10,404,350	276,197
NOTE 12		
TRADE RECEIVABLES		
(Unsecured, considered good)		
Trade receivables outstanding for a period not exceeding six months from the date they were due for payment		
	20,705,834	4,554,727
TOTAL	20,705,834	4,554,727
NOTE 13		
CASH AND BANK BALANCES		
Cash and cash equivalents:		
(a) Cash on hand	2,918,112	120,006
(b) Balances with banks		
- In current accounts	715,953	2,656,711
- Fixed deposit held for margin against guarantee to government department*	200,000	-
TOTAL	3,834,065	2,776,717

*Having maturity period of more than 12 months

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
NOTE 14		
SHORT-TERM LOANS AND ADVANCES		
(Unsecured, considered good)		
(a) Loans and advances to related parties	-	14,221
(b) Loans and advances to employees	35,528	2,788
(c) Prepaid expenses	3,735	68,245
(d) Balances with government authorities:		
(i) CENVAT credit receivable	-	1,135
(ii) VAT credit receivable	1,278,917	19,041
(iii) TDS Receivable (net of current year provision)	-	344,812
(e) Others	3,711,886	1,622,860
TOTAL	5,030,066	2,073,102

Particulars	Year ended 30-06-2013 (₹)	Year ended 30-06-2012 (₹)
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NOTE 15
REVENUE FROM OPERATIONS

Sale of products	81,993,678	1,842,571
Job work	26,817,043	39,464,367
Other operating revenues	-	16,343
TOTAL	108,810,721	41,323,281

NOTE 16
OTHER INCOME

Interest income	10,571	28,425
Other non-operating income:		
Miscellaneous	631,457	186,648
TOTAL	642,028	215,073

NOTE 17
COST OF MATERIALS CONSUMED

Opening stock	269,925	106,088
Add: Purchases	53,420,209	671,965
	53,690,134	778,053
Less: Closing stock	7,654,842	269,925
Cost of material consumed	46,035,292	508,128
Material consumed comprises:		
Pet chips	41,493,932.00	-
Poly Propelyn	3,579,614.00	-
Preform	82,990.00	508,128.00
Others	878,756.00	-
TOTAL	46,035,292	508,128

Particulars	Year ended 30-06-2013 (₹)	Year ended 30-06-2012 (₹)
NOTE 18		
Increase /(Decrease) In Inventory of Finished Goods		
Opening stock	-	-
Less: Closing stock	2,218,605	-
Net Increase/(Decrease)	2,218,605	-
NOTE 19		
EMPLOYEE BENEFITS EXPENSE		
Salaries and wages	11,697,588	9,660,227
Contributions to provident and other funds	218,606	235,135
Staff welfare expenses	748,169	609,012
TOTAL	12,664,363	10,504,374
NOTE 20		
FINANCE COSTS		
Interest Expense	3,023,920	525,710
TOTAL	3,023,920	525,710
NOTE 21		
OTHER EXPENSES		
Consumption of stores and spare parts	28,137	70,923
Consumption of packing materials	4,492,122	872,379
Power and fuel	14,443,600	10,357,189
Rent including lease rentals	4,738,841	3,893,871
Repairs and maintenance - Buildings	2,239,913	930,630
Repairs and maintenance - Machinery	7,502,090	1,779,319
Insurance charges	146,489	29,762
Rates and taxes, excluding taxes on income	169,773	75,932
Interest on TDS, sales tax and service tax	9,961	488,702
Travelling and conveyance expenses	190,786	460,986
Freight and forwarding charges	2,657,098	1,847,112
Legal and professional charges	2,395,542	1,136,614
Postage, telegram and telephone expenses	833,006	394,243
Business promotion expenses	100,522	1,038,496
Security services expenses	439,840	333,920
Auditors Remuneration		
Audit fees	168,540	112,360
Income Tax matters	-	22,472
Other services	55,871	23,163
Miscellaneous expenses	1,630,284	971,144
TOTAL	42,242,415	24,839,217

Particulars	Year ended 30-06-2013 (₹)	Year ended 30-06-2012 (₹)
NOTE 22		
EXCEPTIONAL ITEMS		
Profit/(Loss) on sale of fixed asstes	61,685,375	(1,010,810)
Prior period items-net credit/debit (Refer Note 34)	(50,058)	3,253,637
Depreciation of earlier years due to change in policy	(9,225,277)	-
Provision for doubtful Loans and advance	(36,000,000)	-
Amount written back	(852,334)	-
Unsecured loans written back	-	67,000
TOTAL	15,557,706	2,309,827

23 The company has given advance of ₹ 360 lakhs to Pana Construction Pvt. Ltd. for the purpose of developing properties for the purpose of business of the Company out of the proceeds received from sale of land and building at Surajpur(UP). However the aforesaid party did not meet its contractual commitments and failed to return the advance money. The Company is contemplating legal action to recover the amount and pending initiation of recovery proceedings,the management considers it appropriate to make provision of '360 lacs towards doubtful advance.

24 The company has changed the method of depreciation on plant and machinery and moulds during the year from straight line method to written down value method. The net impact of ₹ 92,25,277/- upto June 30.2012 due to change in method of depreciation is disclosed separately as exceptional item in statement of profit and loss. Further, had the method been not changed, the profit before tax for the year before exceptional items tax would have been increased by ₹ 29,93,877/-.

25. Contingent liabilities and commitments
(to the extent not provided for)

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
(a) Claims against the Company not acknowledged as debt	NIL	NIL
(b) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advance)	NIL	1,625,000
	NIL	1,625,000

26 There are no Micro, Small & Medium Enterprises to whom the company owned dues with outstanding for more than 45 days as at 30th June, 2013. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act,2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

27 The operations of Company pre-dominantly consist of one segment i.e. Job Work and sale of PET jars and caps. Therefore, segment wise reporting as per AS –17 "Segmental Reporting" as prescribed by the Companies (Accounting Standards) Rules, 2006 is not applicable.

28 Based on an overall assessment of the fixed assets, in the opinion of the management there is no impairment of cash generating assets during the year in terms of AS-28 'Impairment of Assets' as prescribed by the Companies (Accounting Standards) Rules, 2006.

29 In the opinion of Board and to the best of their knowledge, value on realisation of assets, other than fixed assets in the ordinary course of business shall not be less than the amount at which they are stated in the balance sheet (except expressly disclosed elsewhere in the notes) and provision for all known liabilities has been made and contingent liabilities disclosed properly.

30 Disclosure of Employee Benefits defined in AS-15 (Revised), as prescribed by the Companies (Accounting Standards) Rules, 2006 is as follows:

a) Defined Contribution Plan:

- (i) Employer's contribution to provident fund paid ₹ 2,18,606/- (previous year ₹ 2,35,135/-) has been recognized as expense for the year.
- (ii) Employer's contribution to Employees State Insurance paid ₹ 1,16,709/- (previous year ₹ 1,13,212/-) has been recognized as expense for the year.

b) Defined Benefit Plan:

Present value of gratuity and leave encashment obligation based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each units separately to built up the final obligation. The Company has made provision as per actuarial valuation in accordance with Accounting Standard 15-"Employee Benefits" (Revised).

Particulars	Gratuity (Unfunded) 2012-13	Gratuity (Unfunded) 2011-12	Leave Encashment (Unfunded) 2012-13	Leave Encashment (Unfunded) 2011-12
I. Changes in present Value of obligations				
Present Value Obligation at the beginning of the I.V.P.	968,442	796,216	420,236.00	437,160.00
Interest Cost	74,788	65,785	20,227.00	35,728.00
Current Service Cost	108,466	207,177	78,454.00	220,501.00
Benefits Paid	-	(62,539)	(14,885)	(43,425)
Actuarial (Gain)/Loss on obligation	(268,767)	(38,197)	(315,980)	(229,728)
Present Value Obligation at the end of the I.V.P.	882,929	968,442	188,052.00	420,236.00
II. Amount to be recognized in the balance sheet				
Present Value of obligation at the end of I.V.P.	882,929	968,442	188,052	420,236.00
Fair Value of Plan Assets at the end of the I.V.P.	-	-	-	-
Funded Status	(882,929)	(968,442)	(1,88,052)*	(420,236)
Unrecognized Actuarial (Gain) /Loss at the end of the I.V.P.	-	-	-	-
Net Asset/(Liability) Recognized in the Balance Sheet	882,929	968,442	188,052	252,839
III. Expenses recognized in the statement of Profit & loss				
Current Service Cost	108,466	207,177	78,454	220,501
Interest Cost	74,788	65,785	20,227	35,728
Expected Return on Plan Assets	-	-	-	-
Net Actuarial (Gain)/ Loss recognized for the year	(268,767)	(38,197)	(315,980)	(229,728)
Expenses recognized in the statement of Profit & loss	(85,513)	234,765	(2,17,299)**	(1,40,896)

* This pertains to total liability, ₹ 4,236 is recognized as short term liability and ₹ 1,83,816 is long term liability.

** This pertains to excess provision written back as per actuarial certificate and credited to other income.

IV. Actuarial assumptions

Mortality Table	LIC 1994-96 (ultimate)	LIC 1994-96 (ultimate)	LIC 1994-96 (ultimate)	LIC 1994-96 (ultimate)
Attrition Rate:				
- Age up to 30 years	3.00%	5.00%	3.00%	5.00%
- Age up to 44 years	2.00%	5.00%	2.00%	5.00%
- Age above 44 years	1.00%	5.00%	1.00%	5.00%
Imputed rate of interest	8.00%	8.60%	8.00%	8.60%
Salary Rise	8.00%	9.50%	8.00%	9.50%
Return on Plan Assets	N.A.	N.A.	N.A.	N.A.
Remaining Working Life	25.25 years	24.79 years	25.25 years	24.79 years

31 Related party disclosures:

Related party disclosures in accordance with the AS -18 on 'Related Party Disclosure' as prescribed by the Companies (Accounting Standards) Rules, 2006 are given as hereunder:

(i) Enterprise over which Key Management Personnel and their relatives are able to exercise significant influence:

Darsh Polymers Pvt. Ltd.
DTG India Pvt. Ltd.
Auram Polymers Pvt. Ltd.

(ii) Key Management Personnel and their relatives:

Mr.D.S.Sethi,	Managing Director
Mr. D.S. Sethi, HUF	HUF of Mr. D. S. Sethi
Mr. D. Bhattacharya	Director
Mr. Kamal Mehra	Director
Mr. A.S. Sethi	Brother of Mr. D. S. Sethi
Mr. H.S. Sethi	Brother of Mr. D. S. Sethi
Mrs. Shelly Sethi	Wife of Mr. D. S. Sethi
Mrs. Sujata Bhattacharya	Wife of Mr. D. Bhattacharya
Mrs. Paramjeet Kaur Sethi	Mother of Mr. D. S. Sethi
Mrs. G.K. Sethi	Wife of Mr. H. S. Sethi
Mrs. Puja Sethi	Wife of Mr. A. S. Sethi

Nature and Volume of Transactions	Enterprises Over which significant influence		Key Managerial Personnel and their Relatives	
	Current year (₹)	Previous year (₹)	Current year (₹)	Previous year (₹)
Directors Remuneration:				
Mr. D.S Sethi	-	-	1,029,360	970,000
Salary paid				
Ms. Shelly Sethi	-	-	233,120	720,000
Equity Shares allotted				
Mr. D.S Sethi	-	-	-	2,547,000
Share Warrant allotted				
Darsh Polymers Pvt. Ltd	-	5,691,000	-	-
Mr. H.S. Sethi	-	-	-	1,359,000
Mrs. Paramjeet Kaur Sethi	-	-	-	450,000
Balances Debit/(Credit) (net)	-	15,678,891	-	(8,272)
Loan and advances receipts/(payment) (Net)	(586,109)	253,028	11,386	(561,589)

Note:- Related parties and their relationship are as identified by the management and relied upon by the auditors.

32 Disclosure in respect of operating leases under Accounting Standard -19 on 'Leases' are as under:

(a) The company has entered into lease agreements for lease of factory building, head office building and plant & equipments generally for a period of 5 years, resulting in operating lease which are cancellable on prior notice.

Particulars	As at 30-06-2013 (₹)	As at 30-06-2012 (₹)
(b) Total future minimum lease payments under operating leases:		
(i) Not later than one year	6,166,011	2,993,304
(ii) Later than one year and not later than five years	23,149,289	4,357,557
(iii) Later than five years	27,230,382	-
(c) Lease payment recognised in the statement of profit and loss for the year	4,626,841	3,893,871

- 33** Disclosure of Earnings per share in accordance with the Accounting Standard-20, as prescribed by Companies (Accounting Standards) Rules, 2006 is as follows:

Particulars		30-06-2013	30-06-2012
Profit/ (loss) attributable to the Shareholders			
After exceptional items	A	10,141,660	1,728,378
Before exceptional items	B	437,844	(581,449)
Weighted average number of Equity Shares outstanding during the year	C	4,625,575	4,058,722
Potential number of Equity Shares	D	440,000	440,000
Nominal value of Equity Shares		10	10
Basic Earning per Share			
After exceptional item	A/C	2.19	0.43
Before exceptional item	B/C	0.09	(0.14)
Diluted Earning per Share			
After exceptional item	A/(C+D)	2.00	0.38
Before exceptional item	B/(A+D)	0.09	(0.13)

34 Prior period items includes:	30.06.2013	30.06.2012
Prior period debits	(50,058)	(143,699)
Prior period credits	-	3,397,336

- 35** Balances standing to the account of some parties are subject to confirmation/ reconciliation and consequential adjustments if any, upon confirmation/ reconciliation.

- 36** Net Deferred tax liability has been recognized in current year as per Accounting Standard-22 "Accounting for taxes on income".

Particulars	Deferred tax (₹)	
	30-06-2013	30-06-2012
Liabilities:		
Depreciation	(2,687,604)	-
Assets:		
Gratuity	30,900	-
Bonus	46,548	-
Leave encashment	31,265	-
Net Deferred Tax Liability (₹)	(2,578,890)	-

- 37** Provision for income-tax has been made as per the normal provisions of Income-tax Act,1961. The Company has been advised that the tax liability computed as per the provisions of Section115JB shall not be more than the tax computed as per the normal provisions and in the opinion of the management, the provision made in these accounts is considered reasonable.

38 Additional Information pursuant to the provisions of part II of Schedule VI of the Companies Act,1956 to the extent applicable, is given as hereunder:

(a) (Amount in ₹)

Particulars	Consumption	
	Year ended on 30-06-2013	Year ended on 30-06-2012
Raw materials:		
Pet Chips	41,493,932	-
Poly Propelyne	3,579,614	-
Preform	82,990	508,128
Others	878,756	-
Packing materials	4,492,122	857,487
Stores and spares parts	28,137	70,923

(Amount in ₹)

	Year ended on 30-06-2013	Year ended on 30-06-2012
(b) Value of Imports on CIF Basis	NIL	NIL
(c) Expenditure in foreign currency		
Foreign travel	NIL	137,690
(d) Earnings in foreign currency	NIL	NIL
(e) Details of consumption of imported and indigenous items		

Particulars	Year ended on 30.06.2013		Year ended on 30.06.2012	
	%	Amount	%	Amount
Indigenous				
Raw materials	100	46,035,292	100	508,128
Packing material	100	4,492,122	100	857,487
Stores and spares parts	100	28,137	100	70,923
Imported		NIL		NIL

39 Previous year figures have been reclassified/ regrouped to confirm to this years' classification. Previous year figures have been rounded off to the nearest rupee.

In terms of our report of even date attached.

**As per our report of even date
For V. K. DHINGRA & CO.
Chartered Accountants
(FRN- 000250N)**

**Sd/-
V. K. DHINGRA
(Partner)**

**For and on behalf of the board of Directors
Jauss Polymers Limited**

**Sd/-
SRIKANT UPADHYAY
(Company Secretary)**

**Sd/-
U. D. TRIPATHI
(Director)**

**Sd/-
A.R. MEHRA
(Director)**

Place : New Delhi
Date : 29.08.2013

JAUSS POLYMERS LTD.

Regd. Office : 404A, 4th Floor, Chiranjiv Tower 43, Nehru Place, New Delhi - 110019

PROXY FORM

I/We.....of.....in the district of.....being a member/member(s) of the above named Company, hereby appoint Mr./Miss.Mrs..... of..... in the district of.....or failing him/her, Mr./Miss.Mrs of.....in the district of..... as my/our proxy to vote, for me/us on my/our behalf at the 26th Annual General Meeting of the Company to be held on Monday, 23rd December, 2013 at 9:30 A.M. or at any adjournment thereof.

No. of shares held.....Registered Folio No.....

D.P.ID No#.....Client ID No#.....

Signed this.....day of.....2013.

Note:

The proxy form must be deposited duly stamped, completed and signed at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.

For members holding shares in dematerialised mode.

JAUSS POLYMERS LTD.

Regd. Office : 404A, 4th Floor, Chiranjiv Tower 43, Nehru Place, New Delhi - 110019

ATTENDANCE SLIP

Name of the shareholders : (IN BLOCK LETTERS)

Registered Folio No. :

D.P.ID No#.....Client ID No#.....

I HEREBY RECORD MY PRESENCE AT THE 26TH ANNUAL GENERAL MEETING ON MONDAY, 23RD DECEMBER, 2013 AT 9:30 A.M. AT SANATAN DHARAM MANDIR, MOTI NAGAR, NEW DELHI-110015. I CERTIFY THAT I AM A REGISTERED SHAREHOLDER/PROXY* FOR THE REGISTERED SHAREHOLDER OF THE COMPANY.

..... (Name of the Proxy)

..... (Signature of the member/proxy* to be signed at the attendance counter)

*Delete whichever is not applicable

For members holding shares in dematerialised mode.

Note:

1. For their own convenience, the members are requested to deliver their attendance slips at the attendance counter in a queue.
2. Incomplete attendance slips will not be accepted at the attendance counter. For any problem or information, please contact the enquiry counter, before proceeding to attendance counter.
3. No gifts/coupons shall be distributed at the meeting.

BOARD OF DIRECTORS

Upendra Datt Tripathi

Chairman and Managing Director

Arun Ramgopal Mehra

Non Executive Independent Director

Ketineni Sayaji Rao

Non Executive Independent Director

Krishnaswamy M. Madurai

Non Executive Independent Director

CHIEF FINANCIAL OFFICER

Ashok Kumar Singh

COMPANY SECRETARY & COMPLIANCE OFFICER

Srikant Upadhyay

AUDITORS

V. K. Dhingra & Co.

Chartered Accountants

E-1/15, Jhandewalan

New Delhi-110055

BANKERS

Allahabad Bank

ICICI Bank

State Bank of India

REGISTERED OFFICE

404A, Chiranjiv Tower 43,

Nehru Place, New Delhi - 110019

WORKS

Village - Malpur, Baddi,

Hadbast No. 189, Paragna Dharmpur,

Tehsil Nalagarh, Baddi (H.P.) (India)

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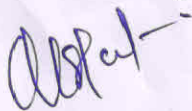
JAUSS POLYMERS LIMITED

Regd. Office : 404A, Chiranjiv Tower, 43, Nehru Place, New Delhi - 110019 (India)
Ph. : 011- 91-11-26427394, 65663687 Fax : 011-26477929, E-mail : response@jausspolymers.com

FORM A

1.	Name of the Company	Jauss Polymers Limied
2.	Annual Financial Statements for the year ended	June 30, 2013
3.	Type of Audit Observation	Matter of Emphasis as per Independent Audit Report on Page No. 16 of Annual Report
4.	Frequency of Observation	Appearing for the first time and Board of Directors Submit their Comments on matter of emphasis in the Director Report on Page No. 7 of the Annual Report.
5.	To be signed by- <ul style="list-style-type: none">• Managing Director• CFO• Auditor of the Company• Audit Committee Chairman	

**Certified to be True
For Jauss Polymers Limited**



Company Secretary