

44th ANNUAL REPORT

1980

AMRUTANJAN LIMITED

**42-45, LUZ CHURCH ROAD,
MYLAPORE, MADRAS-600 004.**

Amrutanjan Limited

BOARD OF DIRECTORS

Sri H. C. Kothari
Sri Ch. Purnachandra Rao
Sri S. B. P. V. Ramamohana Rao
Sri S. Radhakrishna
Sri S. Nageswara Rao (*Managing Director*)

SECRETARY

Sri V. Sundaram

AUDITORS

Messrs. P. S. SUBRAMANIA IYER & CO
Chartered Accountants
Madras.

BANKERS

BANK OF BARODA
INDIAN OVERSEAS BANK
CENTRAL BANK OF INDIA
ANDHRA BANK
BANK OF AMERICA

REGISTERED OFFICE

42-45, Luz Church Road,
Mylapore, Madras-4.

FACTORIES AT

MYLAPORE, MADRAS.
UPPAL, HYDERABAD

BRANCHES AT

BOMBAY, CALCUTTA, HYDERABAD,
BANGALORE, DELHI, GHAZIABAD

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the Forty-fourth Annual General Meeting of the above Company will be held at New Woodlands Hotel, 72-75, Dr. Radhakrishnan Road, Mylapore, Madras-600 004 on Friday the 21st November 1980 at 3-00 P.M. to transact the following business :-

- (1) To receive, consider, and adopt the Directors' Report, Profit and Loss Account for the year ended 31st March, 1980, and the Balance Sheet as at that date, together with the Auditors' Report.
- (2) To declare Dividend.
- (3) (a) To elect a Director in the place of Sri S. Radhakrishna who retires by rotation and is eligible for re-election.
- (b) To elect a Director in the place of Sri H. C. Kothari who retires by rotation and is eligible for re-election.
4. To appoint an Auditor or Auditors and fix his or their remuneration.

Place : Madras
Date : 1-10-1980

BY ORDER OF THE BOARD

V. Sundaram
Secretary

NOTES :

1. The Shareholders' attention is invited to Sec. 176 (2) of the Companies Act, 1956 which provides that a member entitled to attend and vote is entitled to appoint one or more proxy to attend and vote instead of himself and that a proxy need not be a member.

2. The Register of Members and Transfer Books of the Company will remain closed from 4-11-1980 to 21- 11- 1980 both days inclusive.

DIRECTORS' REPORT TO THE MEMBERS

Gentlemen,

Your Directors have pleasure in presenting to the Shareholders their Forty-Fourth Annual Report along with the Statement of Accounts and Balance-Sheet as on 31st March 1980.

1. PRODUCTION AND SALES :

Sales for the year amounted to Rs. 4,08,44,595/- as against Rs. 5,33,54,346/- in the previous year.

There has been a loss in production to the extent of about Rs. 1.6 crores as against the expected target during the year. The production was reduced because of the 'GO-SLOW' adopted by the workmen.

2. FINANCIAL RESULTS :

	1979-80	1978-79
	Rs.	Rs.
Profit for the year after providing for depreciation	4,17,582	20,43,377
Less : Donation	—	1,75,852
	<u>4,17,582</u>	<u>18,67,525</u>
Add : Transfer from Profit & Loss Account-Surplus-Opening Balance :	2,90,188	1,19,339
Excess Provision for Taxation withdrawn	1,03,440	—
Development Rebate Reserve withdrawn	17,214	—
	<u>8,28,424</u>	<u>19,86,864</u>
Less : Provision for taxes	—	10,00,000
Proposed Dividend subject to deduction of tax :	7,20,000	5,40,000
Transfer to Revenue Reserve	42,000	90,000
Transfer to Investment Allowance Reserve	—	20,146
Income-tax relating to earlier years	1,745	46,530
	<u>7,63,745</u>	<u>6,06,676</u>
Balance Carried Forward	<u>64,679</u>	<u>2,90,188</u>

Additions to the extent of Rs. 8,24,971/- were made to the Plant and Machinery during the year 1979-80.

In view of the reduction in production, the Directors felt it desirable to cut the advertisement expenses and accordingly the prints valued at Rs. 2,23,648/- were not screened during the year. Hence the value of these prints has been shown as Stock in the accounts.

3. DIVIDEND :

The Directors recommend declaration of the following dividend on the expanded capital, subject to the deduction of tax, for the year ended 31-3 - 1980.

Dividend on Equity Shares at 30% (on the expanded capital of Rs. 24,00,000/-)	Rs. 7,20,000/-
Dividend paid for the previous year viz. 1978-79 at 30% on Rs. 18,00,000/-	Rs. 5,40,000/-

4. BONUS TO EMPLOYEES :

In spite of the loss in production and consequent reduction in profits, the Directors have pleasure in continuing to pay bonus to the employees at 20% as heretofore.

5. FIXED DEPOSITS FROM PUBLIC AND SHAREHOLDERS :

In accordance with the amendments made to the Fixed Deposit Rules, the Company has kept a sum of Rs. 77,700/- as Fixed Deposit with Bank of Baroda, representing 10% of the deposits falling due for payment in the financial year ending 31st March 1981.

6. UNPAID DIVIDEND ACCOUNT :

As per the amendment to the Companies Act, the Company has transferred a sum of Rs. 1,639-31 representing the unclaimed dividend in the UNPAID DIVIDEND ACCOUNT to the credit of the Central Government.

7. PARTICULARS OF EMPLOYEES :

A statutory statement of particulars of employees as required pursuant to the provisions of Section 217 of the Companies Act 1956 is set out in the schedule annexed.

8. DIRECTORATE :

Sri S. Radhakrishna and Sri H. C. Kothari retire by rotation and are eligible for re-election.

Sri S. Nageswara Rao was reappointed as the Managing Director of the Company for a further period of five years with effect from 29-12-1979 on the terms and conditions set out in the communication No. 1/325/CL-VII/79 dated 2-2-1980 received from the Department of Company Affairs, New Delhi, and a copy of the said communication has already been forwarded to all the shareholders for information.

9. AMENDMENT TO THE ARTICLES OF ASSOCIATION :

The Shareholders of the Company in their Extra-Ordinary General Meeting held on 2nd May 1980 approved and adopted a fresh set of Articles of Association of the Company in substitution for and to the exclusion of the existing Articles of Association. The printed copies of the new Articles of Association are being sent to the shareholders.

10. AMENDMENT TO THE CLAUSE OF THE MEMORANDUM OF ASSOCIATION PROVIDING FOR RURAL DEVELOPMENT PROGRAMMES :

The alteration to the Memorandum of Association of the Company providing for undertaking rural development programmes approved by the shareholders at their last Annual General Meeting, was confirmed by the Company Law Board and the Registrar of Companies has issued his certificate of Registration on 29th August 1980.

11. AUDITORS :

The Auditors M/s. P. S. Subramania Iyer and Company, retire and are eligible for re-election. You are required to appoint Auditors and fix their remuneration to hold office till the conclusion of the next Annual General Meeting.

12. In conclusion, the Directors wish to place on record their appreciation of the services rendered by the employees during the year.

MADRAS
1-10-1980

S. Nageswara Rao, *Managing Director*
H. C. Kothari
Ch. Purnachandra Rao
S. Radhakrishna } *Directors*

INFORMATION AS PER SECTION 217 (2A) OF THE COMPANIES ACT 1956 READ WITH THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES AND FORMING PART OF THE REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31st MARCH 1980.

Sl. No.	Name / age	Designation/ Nature of Duties	Remuneration Received Rs.	Qualification	Experi- ence (Years)	Date of com- mencement of employment	Particulars of last employment
1.	Sri S. Nageswara Rao (37)	Managing Director	63,015/-	B.Sc. (Chem.)	10	29-12-72	Managing Director, Nageswara Rao Estates (P) Ltd.
2.	*Sri G. V. Subba Rao (61) (Contractual)	Business Manager	44,224/-	M.A., L.L.B.	33	3-5-79	Manager—Personnel & Public Relations Madras Fertilisers Ltd.
3.	Sri V. Sundaram (40) (Non-contractual)	Administrative Officer/Secretary	53,700/-	B.A., F.C.S.	23	1-6-57	—
4.	Sri V. Krishnaswamy (44) (Non-contractual)	Sales Manager	53,700/-	Matriculation	22	10-10-57	—
5.	Sri R. Natarajan [45] [Non-contractual]	Manager Calcutta Branch	42,900/-	B.Com.	22	15-10-57	—
6.	Sri V. S. Venkataraman [39] [Non-contractual]	Manager- Bombay Branch	41,280/-	Matriculation	22	2-12-57	—
7.	Sri R. Gopalakrishnan (40) (Non-contractual)	Factory Manager	53,590/-	B Sc., (Chem)	20	19-10-59	—
8.	Sri M. S. Kini [52] [Non-contractual]	Manager Hyderabad Branch	45,440/-	B.A.	26	10-5-65	Brooke Bond [India] [P] Ltd.
9.	Sri M. S. Chandra- mowleeswaran (37) [Non-contractual]	Dy. Chief Accountant	36,550/-	B.Com., A.C.A., (A.C.S.)	12	4-10-74	Head of the Dept. of Accounts - Toshniwal Bros. (P) Ltd., Madras

NOTES : — * Employed, only for the part of the year.

- Remuneration received includes salary, taxable prerequisites and Company's contribution to Provident Fund and Pension Funds and does not include gratuity paid or provided.
- Nature of Employment and terms and conditions of service. In the case of Sri S. Nageswara Rao his services are governed by the terms and conditions approved by the Government of India.
- Sri S. Nageswara Rao, Managing Director, is the brother of Sri S. Radhakrishna, a Director of the Company.
- The other employees are not related to any Director of the Company.

	TEN YEAR RECORD									
	1971	1972	1973	1974	1975	1976	1977	1978	1979	1980
Sales	171.00	181.00	211.00	249.00	235.00	358.00	388.00	425.00	534.00	408.00
Employees' Salaries Amenities etc.	12.81	14.45	22.93	29.75	24.80	38.72	42.69	52.07	71.96	67.03
Profit before tax	25.64	15.71	15.45	9.75	13.43	47.57	35.05	24.05	18.68	4.18
Provision for Taxation	17.63	10.15	10.80	5.60	8.75	35.20	25.00	16.60	10.00	mil
Retained Fund	8.01	5.56	4.65	4.15	4.68	12.37	10.05	7.45	8.68	4.18
Dividend	2.79	2.79	2.92	1.19	2.99	5.09	5.40	5.40	5.40	7.20
Fixed Assets etc.	31.55	31.95	35.64	39.88	38.02	37.22	41.33	45.51	65.38	68.76
Net Current Assets	12.96	25.60	31.22	30.13	51.84	59.87	66.43	72.85	80.99	66.00
Net Investments	44.51	57.55	66.86	70.01	89.86	97.09	107.76	118.36	146.37	134.26
Represented by :										
Share Capital	5.50	10.50	10.50	10.50	10.50	18.00	18.00	18.00	18.00	24.00
Reserves	27.83	26.36	31.22	32.46	36.65	37.92	39.24	41.29	48.61	40.61
Shareholders' Interest (Net worth)	33.33	36.86	41.72	42.96	47.15	55.92	57.24	59.29	66.61	64.61
Loans	11.18	20.69	25.14	27.05	42.71	41.17	50.52	59.07	79.76	69.65
Total	44.51	57.55	66.86	70.01	89.86	97.09	107.76	118.36	146.37	134.26

P. S. SUBRAMANIA IYER & CO.
Chartered Accountants.

190, Linghi Chetty Street,
Madras-1.

AUDITORS' REPORT TO THE SHAREHOLDERS OF AMRUTANJAN LIMITED, MADRAS, ON THE BALANCE SHEET AS AT 31st MARCH, 1980 AND THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

We have examined the annexed Balance Sheet of AMRUTANJAN LIMITED, MADRAS as at 31st March 1980 and the relative Profit and Loss Account for the year ended on that date together with the notes thereon with the books of account maintained at Madras and report that :

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit :
2. In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those Books and the said Balance Sheet and Profit and Loss Account are in agreement with the same :
3. In our opinion and to the best of our information and according to the explanations given to us, the said Accounts, read along with the Notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view.

(a) In the case of Balance Sheet, of the state of the Company's affairs as at 31st March 1980, and

(b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date.

As required by the Manufacturing and other Companies (Auditor's Report) Order 1975 issued by the Central Government and on the basis of such checks as we considered appropriate we further state as follows:—

A. The Company has maintained proper records to show full particulars including quantitative details and situation of its Fixed Assets. Regarding the Furniture and Fittings, the Company has not stated the location. The Fixed Assets of the Company other than Furniture and Fittings have been physically verified by the management and no serious discrepancies between the book records and the physical inventory have been noticed.

B. The Fixed Assets of the Company have not been revalued during the year.

C. The Stock of Finished Goods, Stores, Spare Parts and Raw Materials of the Company at all its locations have been physically verified by the management during the current period. The discrepancies between the physical stocks and the book stocks which have been properly dealt with in the books of account were not significant. In our opinion the valuation of stock of Finished Goods, Stores, Spare Parts, and Raw Materials has been fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in earlier years.

D. The Company has not taken any loans from Companies, firms or other parties listed in the register maintained under Section 301 and 370(1-c) of the Companies Act 1956 or which are otherwise Companies under the same management.

E. Loans or Advances in the nature of loans have been given to the employees only, free of interest, and they are repaying the principal amounts as stipulated.

F. In our opinion and according to the information and explanations given to us during the course of the audit there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of Stores, Raw Materials including components, Plant & Machinery Equipments and other similar assets.

G. We are of opinion that the prices paid for the purchases during the period, of Stores, Raw Materials or Components, in excess of Rs. 10,000/- in value for each type from subsidiaries, firms or Companies or other parties in which Directors are interested as listed in the register maintained under Section 301 are reasonable as compared to the prices of similar items supplied by other parties.

H. As explained to us there are no unserviceable or damaged Stores and Raw Materials determined by the Company.

I. The Company has accepted Fixed Deposits from public and it is in accordance with the directives issued by the Reserve Bank of India and the provisions of Section 58-A of the Companies Act 1956 and the rules framed thereunder.

J. In our opinion reasonable records have been maintained by the Company for the sale and disposal of by-products and scraps.

K. The Central Government has not prescribed maintenance of cost records under Section 209(1) (d) of the Companies Act 1956.

L. According to the records of the Company it has regularly deposited during the period Provident Fund dues with the appropriate authorities.

For P. S. SUBRAMANIA IYER & Co.,
Chartered Accountants

MADRAS
1-10-1980

N. V. Nelliappan
Partner.

Amrutanjan Limited

Balance Sheet as at

As at 31-3-1979	LIABILITIES	Schedule No.	Details	Total
Rs.			Rs.	Rs.
	SHARE CAPITAL			
18,00,000	Equity	1		24,00,000
48,61,271	RESERVES AND SURPLUS	2		40,60,548
	SECURED LOANS :			
62,46,948	From Banks	3		47,59,994
	UNSECURED LOANS :			
17,29,000	Fixed Deposits			22,05,000
	CURRENT LIABILITIES & PROVISIONS			
81,41,707	Current Liabilities	4		51,16,248
47,85,000	Provisions	5		22,90,000
5,40,000	Proposed Dividends		7,20,000	
2,70,000	Less : Interim Dividend paid		—	
2,70,000				7,20,000
<u>2,78,33,926</u>				<u>2,15,51,790</u>

MADRAS
1-10-1980

As per our Report of date
For P. S. Subramania Iyer & Co.,
Chartered Accountants
N. V. Nelliappan
Partner

Forty-fourth Annual Report 1980

31st March 1980

As at 31-3-1979	ASSETS	Schedule No.	Details	Total
Rs.			Rs.	Rs.
61,01,195	FIXED ASSETS (At cost less Depreciation)	6		63,77,879
4,36,504	INVESTMENTS (Non-Trading) (At cost)	7		4,48,428
	CURRENT ASSETS, LOANS AND ADVANCES			
1,49,33,251	Current Assets	8		1,11,72,001
63,62,976	Loans and Advances	9		35,53,482
<u>2,78,33,926</u>				<u>2,15,51,790</u>

V. Sundaram
Secretary

S. Nageswara Rao
Managing Director

H. C. Kothari
Ch. Purnachandra Rao
S. Radhakrishna
Directors

Profit and Loss Account for the

	Schedule	Details	1980	1979
		Rs.	Rs.	Rs.
INCOME :				
Sales (includes Excise Duty)			4,08,44,595	5,33,34,346
Interest and Dividends :				
Income from Non-Trading Investments (gross) (Tax deducted at source Rs. 15,508/-)			64,636	41,990
Other Income	A		3,50,995	3,99,198
Increase in Stocks :				
Finished Stock	B		—	5,97,756
Process Stock			13,597	—
Total :			<u>4,12,73,823</u>	<u>5,43,93,290</u>
EXPENDITURE :				
Raw Materials Consumed	C		1,13,38,336	1,69,49,297
Packing Materials Consumed	D		97,98,775	1,27,08,225
Fuel Charges			1,08,547	90,604
Salaries, Wages & Bonus*			54,64,436	60,22,637
Amenities to Staff	E		12,38,944	11,74,691
Repairs and Maintenance	F		2,30,297	3,71,802
Selling Expenses :				
Freight and Transport charges		7,82,170		8,49,685
Advertisement		18,46,039		
Less: Stock of Advertisement films not released.		2,23,648		
		16,22,391		27,91,324
Rebate		15,66,030		26,76,399
		39,70,591		
* Includes Rs. 43,650/-paid to Mg. Director as minimum remuneration in view of inadequacy of profits.				
Carried Over			3,21,49,926	4,36,34,664

MADRAS

1—10—1980

As per our Report of date
For P. S. Subramania Iyer & Co.,
Chartered Accountants
N. V. Nelliappan
Partner

year ended 31st March 1980

	Schedule	Details	1980	1979
		Rs.	Rs.	Rs.
Brought Forward			3,21,49,926	4,36,34,664
Interest on Fixed loans		2,62,233		2,34,417
Interest on Other Loans		10,43,343		6,62,412
Administrative and other expenses	G		13,05,576	
Depreciation			56,04,316	71,36,814
Reduction in Stock :	H		6,32,845	6,27,468
Finished Goods			11,63,578	—
Process Stock			—	54,138
			4,08,56,241	5,23,49,913
Profit for the year			4,17,582	20,43,377
Less: Donations			—	1,75,852
			4,17,582	18,67,525
Add :				
Transfer from Profit & Loss				
Account - Surplus - Opening Balance			2,90,188	1,19,339
Excess Provision for taxation withdrawn			1,03,440	—
Development Rebate Reserve withdrawn			17,214	—
			8,28,424	19,86,864
Less :				
Provision for Taxes			—	10,00,000
Proposed Dividend subject to deduction of tax		7,20,000		5,40,000
Transfer to Revenue Reserve		42,000		90,000
Transfer to Investment Allowance Reserve				20,146
Income Tax relating to earlier years		1,745		46,530
			7,63,745	
Balance			<u>64,679</u>	<u>2,90,188</u>

V. Sundaram
Secretary

S. Nageswara Rao
Managing Director

H. C. Kothari
Ch. Purnachandra Rao
S. Radhakrishna
Directors

Schedules Annexed to and forming part

	AUTHORISED		ISSUED, SUBSCRIBED AND PAID-UP		
	No. of Shares	Rs.	No. of Shares	31-3-1980 Rs.	31-3-1979 Rs.
1 SHARE CAPITAL :					
Equity Shares of Rs. 10/-each	2,50,000	25,00,000	2,40,000	24,00,000	18,00,000
		<u>25,00,000</u>		<u>24,00,000</u>	<u>18,00,000</u>

Note : Of the above Equity Shares, 25,000 Shares issued as fully paid-up to the Vendors and 1,85,000 Shares are allotted as fully paid-up by way of Bonus Shares. During the year 60,000 Equity Shares of Rs. 10/- each were allotted as fully paid-up by way of Bonus Shares by capitalisation of reserves.

	As at	Additions	Withdrawn	Total as at
	31-3-1979 Rs.			
2 RESERVES AND SURPLUS :				
Revenue Reserve	43,48,282	42,000	6,00,000	37,90,282
Development Rebate Reserve	1,59,075	—	17,214	1,41,861
Investment Allowance Reserve	63,726	—	—	63,726
Profit and Loss Account - Surplus	2,90,188	—	2,25,509	64,679
	<u>48,61,271</u>	<u>42,000</u>	<u>8,42,723</u>	<u>40,60,548</u>

	As at	
	31-3-1980 Rs.	31-3-1979 Rs.
3 SECURED LOANS :		
From Bank :		
a) Cash Credit :		
Secured by Hypothecation of Raw Materials, Finished Stocks and Book Debts of the Company.	47,59,994	59,46,948
b) Packing Credit :		
Secured against Hypothecation of Stock and Export orders.	—	3,00,000
	<u>47,59,994</u>	<u>62,46,948</u>

of the Balance Sheet as at 31st March 1980

	As at	As at
	31-3-1980 Rs.	31-3-1979 Rs.
4 CURRENT LIABILITIES :		
Sundry Creditors	50,27,646	80,94,608
Other Liabilities	71,362	31,039
Unclaimed Dividends	14,051	12,871
Due to Ex-Managing Agents	3,189	3,189
	<u>51,16,248</u>	<u>81,41,707</u>
5 PROVISIONS :		
Provision for Taxation	22,90,000	47,85,000

Schedules Annexed to and forming part

	ORIGINAL COST			
	As on 31-3-1979	Additions	Deductions/ Transfers	Total
	Rs.	Rs.	Rs.	Rs.
6 FIXED ASSETS :				
Goodwill	25,000	—	—	25,000
Land	5,00,184	—	—	5,00,184
Leasehold Property	70,000	—	—	70,000
Buildings	24,61,317	20,842	37,072	24,45,087
Plant and Machinery	39,06,172	8,24,971	—	47,31,143
Furniture, Fixtures and Equipments	17,29,890	27,028	5,770	17,51,148
Vehicles	7,10,824	1,17,744	81,601	7,46,967
	<u>94,03,387</u>	<u>9,90,585</u>	<u>1,24,443</u>	<u>1,02,69,529</u>
As per last Balance Sheet	68,15,018	26,24,042	35,673	94,03,387

of the Balance Sheet as at 31st March 1980

	DEPRECIATION				BALANCE	
	Upto 31-3-1979	For the year	Withdrawn	Total	As at 31-3-1980	As at 31-3-1979
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	—	—	—	—	25,000	25,000
	—	—	—	—	5,00,184	5,00,184
	3,500	3,325	—	6,825	63,175	66,500
	7,87,156	91,119	—	8,78,275	15,66,812	16,74,161
	12,43,078	3,49,102	—	15,92,180	31,38,963	26,63,094
	8,38,635	96,152	4,434	9,30,353	8,20,795	8,91,255
	4,29,823	93,147	38,953	4,84,017	2,62,950	2,81,001
	<u>33,02,192</u>	<u>6,32,845</u>	<u>43,387</u>	<u>38,91,650</u>	<u>63,77,879</u>	<u>61,01,195</u>
	27,01,896	6,27,468	27,172	33,02,192	61,01,195	41,13,122

Schedules Annexed to and forming part

	Face Value	Cost as at 31-3-1980	Cost as at 31-3-1979
7 INVESTMENTS :	Rs.	Rs.	Rs.
Non-Trade Investments : (Quoted)			
2309 Equity Shares in Metal Box Company of India Ltd. of Rs. 10/-each fully paid	23,090	21,094	14,170
100 6% Cumulative Preference Shares in Metal Box Company of India Ltd., of Rs. 100/- each fully paid.	10,000	11,684	11,684
40,000 Equity Shares in Kothari (Madras) Ltd., of Rs. 10/-each fully paid.	4,00,000	4,00,000	4,00,000
		<u>4,32,778</u>	<u>4,25,854</u>
Unquoted :			
National Savings Certificate (Deposited with the Collector of Central Excise, Madras)	5,500	5,500	5,500
National Savings Certificate	5,000	5,000	—
5 Fully paid-up Equity Shares of Rs. 1000/- each of the Capexil (Agencies) Ltd.	5,000	5,000	5,000
12 Year National Defence Certificates	150	150	150
		<u>15,650</u>	<u>10,650</u>
		Cost	Market Value
		Rs.	Rs.
Notes :			
1. Aggregate of Company's Quoted Investments		4,32,778	7,63,019
2. Unquoted Investments		15,650	—
		<u>4,48,428</u>	<u>7,63,019</u>

MADRAS
1-10-1980

Signatures to
As per our Report of date
For P. S. Subramania Iyer & Co.,
Chartered Accountants
N. V. Nalliappan
Partner

of the Balance Sheet as at 31st March 1980

	As at 31-3-1980	As at 31-3-1979
8 CURRENT ASSETS :	Rs.	Rs.
Stock on hand : (as per inventories taken, valued and certified by Branch Managers and Managing Director)		
Raw Materials (At cost)	20,97,805	32,09,337
Finished Stock (at cost)	1,80,469	12,86,241
Finished Stock (at Market value)	7,451	65,257
Process Stock (at or below cost)	50,825	37,228
Packing Materials (at cost)	28,29,408	36,89,493
Stock of Advertisement Films (at cost)	2,23,648	—
Sundry Debtors : (Unsecured, Considered Good)		
Debts outstanding for a period exceeding six months.	2,20,193	1,57,678
Other debts	33,87,395	36,07,588
	<u>36,07,588</u>	<u>58,41,063</u>
Cash and Bank Balances :		
Cash on hand and at Branches	77,957	94,615
Balance with Scheduled Banks in Current Accounts (including Rs. 14,051.31 in unclaimed dividend Account)	8,13,850	3,69,339
In Deposit Account	12,83,000	1,83,000
	<u>21,74,807</u>	<u>1,83,000</u>
	<u>1,11,72,001</u>	<u>1,49,33,251</u>
9 LOANS AND ADVANCES :		
(Unsecured, Considered Good)		
Advances (recoverable in cash or in kind or for value to be received)	5,72,204	9,18,727
Advance Taxes	29,81,278	54,44,249
	<u>35,53,482</u>	<u>63,62,976</u>

Schedules 1 to 9

V. Sundaram
SecretaryS. Nageswara Rao
Managing DirectorH. C. Kothari
Ch. Purnachandra Rao
S. Radhakrishna
Directors

Schedules Annexed to and forming part of the Profit and

	As at 31-3-1980	As at 31-3-1979
	Rs.	Rs.
A OTHER INCOME :		
Miscellaneous Receipts	1,73,715	1,31,211
Export Incentive	1,55,559	2,30,033
Profit on sale of Assets	16,422	31,104
Claims	5,299	6,850
	<u>3,50,995</u>	<u>3,99,198</u>
B INCREASE IN STOCKS :		
Process Stock :		
Stocks at close of the year	50,825	—
Stocks at beginning	37,228	—
	<u>13,597</u>	<u>—</u>
Finished Stocks :		
Stock at the close of the year	—	13,51,498
Less : Stock at the beginning of the year	—	7,53,742
	<u>—</u>	<u>5,97,756</u>
C RAW MATERIALS CONSUMED :		
Opening Stock	32,09,337	31,93,900
Add : Purchases	1,02,26,804	1,69,64,734
	<u>1,34,36,141</u>	<u>2,01,58,634</u>
Less : Closing Stock	20,97,805	32,09,337
	<u>1,13,38,336</u>	<u>1,69,49,297</u>
D PACKING MATERIALS CONSUMED :		
Opening Stock	36,89,493	25,39,780
Add : Purchases	89,38,690	1,38,57,938
	<u>1,26,28,183</u>	<u>1,63,97,718</u>
Less : Closing Stock	28,29,408	36,89,493
	<u>97,98,775</u>	<u>1,27,08,225</u>
E AMENITIES TO STAFF :		
Contribution to Employees' Provident Fund and State Insurance.	5,07,538	4,41,567
Workmen and Staff Welfare expenditure	7,31,406	7,33,124
	<u>12,38,944</u>	<u>11,74,691</u>

MADRAS
1-10-1980

Signatures to
As per our Report of date
For P. S. Subramania Iyer & Co.,
Chartered Accountants
N. V. Nelliappan
Partner

Loss Account for the year ended 31st March 1980

	As at 31-3-1980	As at 31-3-1979
	Rs.	Rs.
F REPAIRS AND MAINTENANCE :		
Building	26,411	30,424
Machinery	30,761	1,04,784
Other Assets	1,73,125	2,36,594
	<u>2,30,297</u>	<u>3,71,802</u>
G ADMINISTRATIVE AND OTHER EXPENSES :		
Rent	1,30,785	88,525
Rates and Taxes (includes Excise Duty)	40,61,983	56,32,009
Insurance	1,24,861	1,69,208
Directors' Sitting Fees	4,750	5,250
Remuneration to Auditors :	Rs.	
As Auditors	10,000	7,000
For Tax matters	6,000	3,000
Certification work	2,000	2,000
Other matters	7,000	—
	<u>25,000</u>	<u>—</u>
Legal expenses	45,839	25,927
Miscellaneous expenses	7,47,547	6,72,995
Travelling expenses (Including Travelling expenses of Directors Rs. 12,409/-)	2,00,971	2,65,829
Research and Development expenses	2,38,354	2,65,014
Loss on Sale of Assets	24,226	57
	<u>56,04,316</u>	<u>71,36,814</u>
H REDUCTION IN STOCK :		
Process Stock :		
Stock at the beginning of the year	—	91,366
Stock at the end of the year	—	37,228
	<u>—</u>	<u>54,138</u>
Finished Stock ;		
Stock at the beginning of the year	13,51,498	—
Stock at the end of the year	1,87,920	—
	<u>11,63,578</u>	<u>—</u>

Schedules 'A' to 'G'

V. Sundaram
Secretary

S. Nageswara Rao
Managing Director

H. C. Kothari
Ch. Purnachandra Rao
S. Radhakrishna
Directors

1. Previous year's figures have been suitably regrouped.

2. Contingent Liabilities :

(a) In respect of Bond executed in favour of Collector of Central Excise, Madras, Rs. 25,000/-

(b) In respect of Excise Duty on Packing Materials amounting to Rs. 1,82,420/- not charged by suppliers pending government decision.

3. The loans and advances include a sum of Rs. 4,400/- due from the Managing Director being the excess paid over the minimum remuneration payable and this has since been recovered.

4. Perquisites allowed to Managing Director : Rs. 19,365/-.

5. Particulars of Finished Goods :

	Unit	Opening Stock		Closing Stock	
		Quantity	Value Rs.	Quantity	Value Rs.
Amrutanjan Pain Balm	(in Dozs)	80,887	9,99,884	10,292	1,47,135
Gripe Mixture & Others	(in Dozs)	27,653	2,58,714	3,859	27,638
Salofen	(in 00's)	5,886	27,192	1,145	5,290
Castor Oil and Cakes	(in Kgs.)	23,694	65,708	380	7,857
			<u>13,51,498</u>		<u>1,87,920</u>

6. Details of Sales and Actual Production :

	Unit	Sales		Actual Production Quantity
		Quantity	Value Rs.	
Amrutanjan Pain Balm	(in Dozs)	20,46,155	3,94,48,410	19,75,560
Gripe Mixture and Others	(in Dozs)	75,357	10,89,932	51,563
Salofen	(in 00's)	39,083	2,27,236	34,342
Castor Oil and Cakes	(in Kgs.)	27,180	79,017	3,866
			<u>4,08,44,595</u>	

7. Details of Raw Materials consumed :

	Quantity Kgs.	Value Rs.
Camphor	29,450.500	10,37,613
Eucalyptus Oil	49,830.900	15,57,736
Menthol	13,316.950	32,86,784
Others	...	54,56,203
		<u>1,13,38,336</u>

8. Value of Raw Materials consumed :

	Value Rs.	Percentage
Imported	4,75,358	4.19
Indigenous	1,08,62,978	95.81
	<u>1,13,38,336</u>	<u>100.00</u>

9. Value of Imports (on C.I.F. Basis) :

	Rs.
(a) Raw Materials	3,18,260
(b) Capital Goods	3,77,189

10. Earnings in Foreign Exchange :

	Rs.
Export of goods calculated on F.O.B. Basis	8,90,509

11. Employees earning Rs. 3,000/- or more per month. Expenditure of employees who were in receipt of remuneration amounting in the aggregate to Rs. 36,000/- and employed throughout the year or Rs. 3,000/- per month if employed for part of the year.

No. of employees : 9.

12. Installed and Licenced Capacity :

	Grams	Nos.
Amrutanjan Pain Balm	5.25	21,65,000
	12.00	2,05,70,000
	24.00	2,60,000
Dermal Ointment	16.00	1,80,000
'Cetomix' Cough Mixture	60 ml.	20,000

