

# **NINETEENTH ANNUAL REPORT**

**2010-2011**



**GUJARAT  
CONTAINERS  
LIMITED**



**GUJARAT CONTAINERS LIMITED**

**GUJARAT CONTAINERS LIMITED**  
**NINETEENTH ANNUAL REPORT 2010-2011**

**BOARD OF DIRECTORS**

Chairman & Managing Director	:	<b>Shri Kiran Shah</b>
Whole-Time Director	:	<b>Shri Pravin Shah</b> <b>Shri Abjee Patel</b>
Independent Director	:	<b>Shri Nitin J. Thakkar</b> <b>Shri Dinesh S. Kamdar</b> <b>Shri Udaybhai P.Madhwani</b>

<b>AUDITORS</b>	:	<b>V. K. Shastri &amp; Co.</b> Gayatri Krupa, 9, Manisha Society, Old Padra Road, BARODA.
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<b>BANKERS</b>	:	<b>State Bank of India</b> Specialised Commercial Branch 2nd Floor, Trident Complex, Race Course, BARODA-390 023.
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<b>CORPORATE OFFICE</b>	:	201-202, Alkapuri Arcede, 'B' Wing, R. C. Dutt Road, Opp. Welcom Hotel, BARODA-390 007.
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<b>REGISTERED OFFICE AND WORKS</b>	:	Plot No. 488 / 489-P, Baroda-Savli Highway, Village : Tundav, Tal. Savli Dist. Vadodara-391 775.
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## GUJARAT CONTAINERS LIMITED

### NOTICE

NOTICE is hereby given that the NINETEENTH ANNUAL GENERAL MEETING OF GUJARAT CONTAINERS LIMITED will be held on Saturday, 17<sup>th</sup> September, 2011 at 11:30a.m. at the registered office of the Company situated at Plot No.488/489-P, Savli Highway, Village : Tundav, Ta.Savli, Dist.Baroda to transact following business:

#### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and the Profit and Loss Account for the year ended even date alongwith the Reports of Auditors' and Directors' thereon.
2. To appoint a Director in place of Shri. Abjee V.Patel who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors of the Company from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

#### SPECIAL BUSINESS

4. To consider and if thought fit, to pass, with or without modification(s) following resolution, as an ORDINARY RESOLUTION.  
"RESOLVED THAT Shri.Nitin J.Thakkar, who was appointed as an Additional Director pursuant to section 260 of the Companies Act, 1956 to hold office up to the ensuing Annual General Meeting, for whom requisite notice u/s 257 of the Companies Act, 1956 is received, be and is, hereby appointed as a Director liable to retire by rotation."
5. To consider and if thought fit, to pass, with or without modification(s) following resolution as an ORDINARY RESOLUTION.  
"RESOLVED THAT Shri.Dinesh S.Kamdar, who was appointed as an Additional Director pursuant to section 260 of the Companies Act, 1956 to hold office up to the ensuing Annual General Meeting, for whom requisite notice u/s 257 of the Companies Act, 1956 is received, be and is, hereby appointed as a Director liable to retire by rotation."
6. To consider and if thought fit, to pass, with or without modification(s) following resolution, as an ORDINARY RESOLUTION.  
"RESOLVED THAT Shri.Udaybhai P. Madhwani, who was appointed as an Additional Director pursuant to section 260 of the Companies Act, 1956 to hold office up to the ensuing Annual General Meeting, for whom requisite notice u/s 257 of the Companies Act, 1956 is received, be and is, hereby appointed as a Director liable to retire by rotation."

For And On Behalf Of The Board

Date: 31-7-2011  
Place: Vadodara

(Kiran Shah)  
Chairman





**NOTES:-**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY (IES) TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. PROXY IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
3. MEMBERS ARE REQUESTED TO NOTIFY THE COMPANY IMMEDIATELY THE CHANGE, IN THEIR ADDRESS IF ANY, IN FULL QUOTING THEIR FOLIO NUMBER.
4. The Register of members and share transfer book will remain closed on the 17<sup>th</sup> September, 2011

**EXPLANATORY STATEMENT**

(Pursuant to Section 173(2) of the Companies Act, 1956)

**Item No.4, 5 & 6**

Your Directors have appointed Shri. Nitin J. Thakkar, Shri Dinesh S. kamdar and Shri. Udaybhai P. Madhwani as an Additional Directors (Non Executive independent) of the Company at their meeting held on 17<sup>th</sup> January, 2011 pursuant to section 260 of the Companies Act, 1956 to hold office up to ensuing Annual General Meeting.. It is proposed to appoint them as Director liable to retire by rotation.

Your Directors seek your approval to the resolution as appearing in item No.4,5 & 6 of the accompanying of notice as ordinary resolution. No Director except and Shri Dinesh S. kamdar and Shri. Nitin J. Thakkar, Shri. Udaybhai P. Madhwani in their respective resolution, shall be deemed to be interested or concerned in the resolutions.



**GUJARAT CONTAINERS LIMITED****DIRECTORS' REPORT**

Dear Members,

Your Directors have pleasure in presenting their Annual Report together with the Audited Statement of Accounts for the Financial Year ended on 31st March, 2011.

**(1) FINANCIAL AND WORKING RESULTS:**

<b>PARTICULARS</b>	<b>2010-2011 (Rs.)</b>	<b>2009-2010 (Rs.)</b>
Gross Profit Before Depreciation & Tax :	35,278,460	18,680,351
(less) : Depreciation	(4,191,515)	(3,857,620)
Profit/(Loss) before Taxation :	31,086,945	14,822,731
(less) : Provision For Taxation	(314,000)	373,119
(add) Provision For Deferred Tax	(32,529)	929,457
Provision For FBT	-	-
Profit/(Loss) After Taxation:	31,146,064	15,719,659
(less):Extra ordinary items	(29,842,236)	(19,080,014)
Profit/(loss) after Extra Ordinary Items	1,303,828	(3,360,356)
(Less):profit/(loss) brought forward	(2,704,389)	655,967
Profit/(loss) Carried forward to Balance Sheet	(1,400,561)	(2,704,389)

**(2) DEPOSITS:**

The Company has not accepted any deposit during the year within the meaning of the provisions of the Companies (Acceptance of Deposits) Rules, 1975.

**(3) DIVIDENDS:**

By keeping in view, losses, your Directors do not recommend any dividend.

**(4) PARTICULARS OF EMPLOYEES:**

There was no employee drawing remuneration of Rs.60, 00,000 per annum or Rs.5, 00,000 per month for any part of the year or more and hence no particulars have been furnished as specified under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rule, 1975.

**(5) PARTICULARS RELATING TO CONSERVATION OF ENERGY:****A. CONSERVATION OF ENERGY:**

1. Energy Conservation Measure taken :
  - i) Maintained high power factor through the year.
2. Additional investment and proposals, if any, being implemented for reduction and consumption of energy :

-NIL-





3. Impact of measures at (1) and (2) above for reduction of Energy Consumption and consequent impact on production of goods.  
i) Reduction in power consumption

**B. FOREIGN EXCHANGE EARNING & OUTGO:**

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

**(6) CORPORATE GOVERNANCE REPORT**

Corporate Governance Report as per Clause 49 of Listing Agreement with Stock-Exchange is annexed herewith

**(7) DIRECTORATE:**

Your Directors have appointed Mr. Nitin J. Thakkar, Mr. Dinesh S. Kamdar and Mr. Udaybhai P. Madhwani as Additional (Non executive Independent) Directors of the Company pursuant to Section 260 of the Companies Acts, 1956 to hold office upto next Annual General Meeting. Notice under Section 257 of the Companies Act, 1956 for their appointment have been received.

Mr. Abjee V. Patel retire at the ensuing Annual General meeting and being eligible offer themselves for reappointment.

**(8) DIRECTORS' RESPONSIBILITY STATEMENT:**

- (i) Your Directors have followed the applicable accounting standards along with proper explanation relating to material departure while preparing the annual accounts;
- (ii) Your Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of financial year and of the loss of the Company for the period;
- (iii) Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) Your Directors have prepared the annual accounts on a going concern basis.

**(9) NOTE ON WRITE OFF:**

During the year end company has valued certain old inventories at the net realized value in accordance and conformity with AS 2 as prescribed by ICAI and also the qualification made by the auditors in their audit report of earlier years from Financial Year 2003-04. Your company has taken utmost care to use the old inventory ; however to conform the quality standard of products manufactured by your company; management decided to dispose off all the non-useable inventory; accordingly the inventories are valued at lower of cost or net realizable value to avoid all qualifications by auditors of the company and to conform to applicable mandatory Accounting Standard 2; the difference between the cost and netrealisable value has been charged to Profit and Loss account during the year and is considered as extraordinary items.



**(10) AUDITORS:**

M/s V.K. Shastri & Co., Chartered Accountants, Vadodara, retire at the conclusion of this Annual General Meeting. You are requested to appoint the Auditors and fix their remuneration

**(11) COMPLIANCE CERTIFICATE**

M/S DEVESH VIMAL & CO. Practising Company Secretaries, Secretarial Auditors of the Company have submitted the Compliance Certificate under Rule 3(1) of the Companies (Compliance Certificate) Rule, 2001 read with Section 383A (1) of the Companies Act, 1956.

**(12) ACKNOWLEDGEMENTS:**

Your Directors acknowledge with gratitude the co-operation and assistance given by the Government, and Banks at all levels during the year under review. Your Directors deeply acknowledge the trust and confidence you have placed in your Company. Your Directors also wish to place on record their deep appreciation for the services rendered by the officers, staffs and workers of the Company at all level for their dedication and loyalty

**Place :** Vadodara

**Date :** 31-7-2011

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-**

**Kiran Shah  
Chairman**



## CORPORATE GOVERNANCE REPORT

### I VISION AND PHILOSOPHY

Corporate Governance to Gujarat Containers Limited means to carry on the business in a manner conducive to all its stakeholders i.e. shareholders, suppliers, customers, service providers and society at large with an aim to enhance their stake value and retain their trust within the legal framework of various regulations, procedures, implicit rules and voluntary practices and law of land.

### II BOARD OF DIRECTORS

The Board is at the core of the Company's Corporate Governance, It oversees the management and ensures the achievement of long-term objectives of the Company. The Company has an active, independent and participative Board to achieve and maintain the desired level of Corporate Governance. The Board is provided with all relevant operational information to maintain a transparent decision making process.

#### Composition as at 30th September, 2011

The Board of the Company consists of optimal blend of Executive and independent Directors having in depth knowledge of the business, At present there are six directors on the Board including three executive directors. The Company has an Executive Chairman and one half Board comprises of independent Directors. Specialization in respective fields, experience and leadership skills are some of the attributes of Board members and are competent enough to provide strategic guidance, objective judgment and control over the Company, while remaining accountable to shareholders.

#### Meeting and Attendance

The Board functions as full Board and through Committee and meets at regular intervals. The notice of the meeting specifying the day, time and full address of the venue of the meeting along with agenda is given well in advance before the meeting to all directors at the address provided by them,. The Board also deliberates and approves the budget for each financial year and review the same at each subsequent meeting of the Board. During the financial year 2010-11, six On 14.05.2010, 22.07.2010, 31.07.2010, 23.10.2010, 17.01.2011 and 28.01.2011 Board meeting were held and the time gap between any two Board meetings was not more than four months. The minimum quorum requirements for Boards Meetings were met for all meetings during the year.

Category	Name of Directors	No. of Board Meeting attended	Attendance at last AGM held on 31.9.2011
Executive Directors :			
-Managing Director	Shri Kiran A.Shah	6	YES
-Whole-Time Director	Shri Pravin H. Shah	6	YES





-Whole-Time Director	Shri Abjee V.Patel	6	YES
-Independent Director	Shri Nitin J.Thakkar	1	NO*
-Independent Director	Shri Dinesh S.Kamdar	1	NO*
-Independent Director	Shri Udaybjai P. Madhwani	1	NO*

\* appointed w.e.f 17th January,2011

#### Information placed before the Board of Directors

The Board has direct access to any information within the Company and to any employee of the Company. The Board also invites the presence of departmental heads who can provide the insight into the items being considered. The following information is placed before the Board alongwith the specific items of agenda :

1. Quarterly results of the Company and its operating result per business segments;
2. Minutes of meetings of Audit Committee, Investors' Grievance Committee as well as abstracts of circular resolution passed;
3. General notice of disclosure of interest from Directors;
4. Materially Important show cause ,demand, prosecution and penalty and /or litigation notices including, compliance with pollution control norms, non-compliance of regulatory, statutory nature or listing requirements, etc;
5. Any materially relevant default in financial obligation to and by the Company or substantial non-payment for goods sold by the Company;
6. Any issue which involves possible public or product liability claims of a substantial nature;
7. Transaction/developments, if any which is materially significant and/or not in the normal course of business,

#### Committees of Board

The Board of Directors has constituted three committees in compliance of the Corporate Governance Norms, viz.-the Audit Committee, the Share holders'/Investors' Grievance Committee and Remuneration Committee. Gist of the proceedings of these committee meeting is circulated with the Agenda papers and subsequently approved / noted by the Board.

#### III Audit Committee

Composition as at 31th March,2011

The Audit Committee has been constituted with an objective of monitoring and maintaining the Standard of financial accuracy, adequate transparency and full disclosure of facts to various stakeholders. The Committee also oversees the effectiveness of the audit and internal audit systems and assists the Board in providing supervision of the overall financial process. During the year, the Committee met four times i.e. on 14/05/2010, 22/07/2010, 23/10/2010, and 28/01/2011. The Audit Committee is comprising of three Non-Executive Independent Directors with Shri. Nitin J. Thakkar as a Chairman of the committee as detailed below :



Members :	No. of Meetings attended
* Shri Nitin J. Thakkar-	1
* Shri Dinesh S. Kamdar-	1
* Shri Udaybhai J. Madhwani-	1
Whether the Chairman attended AGM to answer shareholders queries (YES/NO)	Yes
Details of the invitees who were invited to attend the Audit Committee meetings and attended	Representative of Statutory Auditors and internal Auditors
<p>* appointed w.e.f 17th January, 2011</p> <p>All the members of the Audit Committee possess financial and accounting knowledge .The Audit Committee invites such of the executives as it considers appropriate to be present at meetings. The Audit Committee meetings are also attended by Managing Director (Finance).The Compliance Officer acts as the Secretary to the Audit Committee.</p> <p><b>Terms of reference of Audit Committee</b></p> <ol style="list-style-type: none"> <li>Review of quarterly and annual financial statements and Auditors' Report with the management before submission to the Board.</li> <li>To oversee the Company's financial reporting process and the disclosure of its financial information to ensure that financial statement is correct, sufficient and reliable.</li> <li>Recommendation to the Board regarding the appointment and re-appointment of the Statutory Auditors/Internal Auditors.</li> <li>Review of performance of the Statutory and Internal Auditors and assess the adequacy of the internal control systems with the management.</li> <li>Discussion with Internal Auditors about significant findings and follow-up action thereon.</li> <li>Review of Financial and Risk Management policies.</li> <li>Review of status of repayment of dues of Banks, FI's, and other creditors and to looking up the reasons for substantial defaults, if any.</li> </ol> <p><b>IV Remuneration Committee</b></p> <p>The remuneration committee of the Company is aims at rewarding based on performance, systematic and periodical review of achievements. The remuneration policy is in consonance with the prevailing industrial practices and laws. The overall philosophy is to keep employees motivated to exhibit better performance within the overall targets. During the year, no meeting of committee was held. The Remuneration Committee is comprised of three independent directors under the Chairmanship of Shri. Udaybhai J.Madhwani as detailed below :</p>	



**Composition as at 31st March, 2011**

Category	Name of Directors	No. Meeting attended during 2010-11
Non-Executive Director	Shri Nitin J. Thakkar	No meeting was held
Non-Executive Director	Shri Dinesh S. Kamdar	No meeting was held
Non-Executive Director	Shri Udaybhai P. Madhwani	No meeting was held

**Remuneration Policy**

The Company follows a market linked remuneration policy, which is aimed at enabling the Company to attract and retain the best talent. The Company does not have an Employee Stock Option Policy.

**Board Terms of reference of the Remuneration Committee**

- To recommend and review remuneration package of Managing Director/Executive Directors.
- To present Report to the Board of Remuneration package of Directors.

**IV) Details of Remuneration paid to the Managing Director and Executive Director during the year ended 31st March, 2011**

Name of Director	Salary (Rs.)	Perquisites(Rs.)	Total(Rs.)
Shri Kiran Shah	12,00,000	4,56,406	16,56,406
Shri Pravin Shah	3,63,024	1,13,806	4,76,830
Shri Abjee Patel	6,00,000	-	6,00,000

The above Managing Director and Executive Director have not been given any package of stock option, pension etc

**V Shareholders/Investors' grievances Committee**

This committee, comprises of the following Directors with Shri Dinesh S. Kamdar reviewing shareholders' complaints redressal and ensures cordial investor relations.

Name of Director	Category
Shri Pravin Shah	Executive Director
Shri Abjee Patel	Executive Director
Shri Dinesh S. Kamdar	Independent Non Executive Director

No shareholders /Investors' Grievance Committee meeting was held during the year ended 31st March, 2011.



**General Board Meeting**

Last three Annual General Meetings of the Company were held on the following dates and time at Plot No.488,Baroda-Savli Highway,Village-Tundav ,Talluka –Savli, Dist-Vadodara

AGM	DATE	TIME
16th	30th September,2008	5:30 P.M.
17th	30th September,2009	5:30 P.M.
18th	30th September,2010	5:30 P.M.

B) Whether special resolution were put through postal ballot last year? **NO**

**General Shareholder information****Annul General Meeting**

a) The 19th Annual General Meeting of the Company is scheduled to be held on:

Date & time : 17th September,2011 at 11:30a.m.  
Venue : Plot No.488,Baroda-Savli Highway,  
Village-Tundav ,Talluka –Savli,  
Dist-Vadodara

b) Financial Calendar

1st April,2011 to : 1st Quarter Result by 30th April,2011  
31st March,2012 : 2nd Quarter Result by Mid August,2011  
3rd Quarter Result by Mid Feb.,2012  
4th Quarter Result by Mid May,2012

c) Registered office : Plot No.488,Baroda-Savli Highway,  
Village-Tundav ,Talluka –Savli,  
Dist-Vadodara

d) Listing of Stock Exchange : The Stock Exchange ,Mumbai  
PHIROZE JEEJEEBHOY TOWERS,  
Dalal Street,Mumbai-400023

The Company has already applied for delisting of its shares at Ahmedabad Stock Exchange in 1998 and Vadodara Stock Exchange in 2003.However the same has not been delisted by the Ahmedabad Stock Exchange & Vadodara Stock Exchange.

e) Stock Code :  
The Stock Exchange,Mumbai

Registrar and Share Transfer Agent (RTA)

MCS Ltd.

Neelam Apartment, 88, Sampatrao Colony, Behind Standard Chartered Bank, Alkapuri,  
Baroda-390007



**Distribution of Share Holding as at 31ST March, 2011**

No. of shares	Shareholders		Shares	
	Number	% to Total	Number	% to Total
1-500	10199	96.930	2067500	44.4624
501-1000	257	2.443	215500	4.6344
1001-2000	49	0.466	74100	1.5935
2001-3000	03	0.029	7200	0.1548
3001-4000	01	0.010	4500	0.0968
4001-5000	02	0.019	10000	0.2151
5001-10000	01	0.010	19900	0.4280
10001-50000	04	0.038	167900	3.6108
50001-100000	02	0.019	135300	2.9097
100000 and Above	04	0.038	1948100	41.8946
<b>TOTAL</b>	<b>10522</b>	<b>100.000</b>	<b>4650000</b>	<b>100.0000</b>

Category	No. of Shares held	% of total shares
Promoters	1521500	32.7218
Non-Resident Individuals/OCBs	354000	0.76
Bank	NIL	NIL
Bodies Corporate	47400	1.02
Others	3045700	65.50
<b>Total</b>	<b>4650000</b>	<b>100.00</b>

**Dematerialization of Shares and Liquidity**

The Company's Shares are compulsorily trade in dematerialized form and are available for trading on both Depositories in India-National Security Depository(NSDL) and Central Depository Services (India) Limited.(CDSL)

**Categories of Shareholding as at 31st March, 2011**

Outstanding GDRs/ADRs ,Convertible instruments, conversion date and likely impact onequity : Not Applicable

**Plant Location**

The Company's Plant is Located at : Plot No.488,Baroda-Savli Highway,  
Village-Tundav ,Talluka -Savli, Dist-Vadodara  
Address of Correspondence : 201-202,Alkapuri Arcade,  
R. C.Dutt Road,Opp.Welcome Hotel, Baroda-390007

Place :Baroda

For and on behalf of the Board

Date :31-7-2011

(KIRAN SHAH)  
CHAIRMAN AND MANAGING DIRECTOR





## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

### **INDUSTRY STRUCTURES, DEVELOPMENTS, OPPORTUNITIES AND OUTLOOK**

India offers a very good opportunity for container operations as it is the second fastest governing economy in the world. Globally the container business historically grows 3-4 times higher than the GDP growth.

The port of logistic infrastructure in the country has reached a saturation point and there is tremendous scope for adding capacity. The opening of the Indian economy has invited in a rapid growth of the container trade in the country. Moreover, the growing demand for natural resources & commodities to sustain the higher levels of growth in China & India has led to increase in Asian African trade.

The container trade has also increased with improved container rail networks connecting major Indian cities. Creating regional hubs for transshipments will facilitate foreign trade. There has been a strong growth in container movement globally in the last 50 years.

The forecast is that by 2020, the total number of containers handled in ports throughout the world will be one billion TEU. Given this scenario, the container businesses in India remains bullish.

### **THREATS, RISK AND CONCERN**

Timely availability of its main raw materials from Indian sources continues to be a major constraint for the company to improve its capacity utilization as demand of containers is growing faster than the production capacity. To overcome, the company has reduced its dependence on domestic manufactures by continuing import to meet its part of requirement.

Volatility in the price of input & currency coupled with shorter business cycles.

Continues to be a high risk & the same are being managed prudently by experts. The Board of Directors is being informed periodically in repeat of risk assessment & steps are being taken by the company to mitigate the same.

### **INTERNAL CONTROL SYSTEM AND THEIR EFFICACY**

The internal control systems are commensurate to the size of its operations & nature of its business. Further, on periodic basis audit of major items are carried out. The internal control procedures are periodically reviewed by internal auditors and amendments are made if necessary.

### **FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE**

The financial performance during the year has been satisfactory. In spite of marginal increase in Sales and Other income, net profit for the year under review has increased to Rs. 41,15,91,695/= AND 13,03,828/= from Rs. 28,11,68,210 AND (33,60,356) of the previous year.

### **INTERNAL CONTROL SYSTEM AND THEIR EFFICACY**

The Company has adequate internal control system in various operational areas of the Company to ensure that the system is being properly observed for better results.





**QUALITY**

The Company has been focusing on up gradation of quality and innovation.

**MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/INDUSTRIAL RELATIONS**

Industrial Relations remained cordial throughout the year under review.

**CAUTIONARY STATEMENT**

Statement in this management analysis detailing the Company's objectives, projections, estimates, expectations, or predictions may be "forward looking" statements within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that may influence your Company's operations include Global and domestic supply and demand conditions affecting selling prices, input availability and prices, changes in Government policies, regulations, tax regimes, economic development within and outside the country and other allied factors. The Company assumes no responsibility to publicly amend, modify or revise the forward looking statement on the basis of subsequent developments, information or events.

**CEO/CFO CERTIFICATION**

The managing Director and CFO have issued requisite certificates to the Board pursuant to Clause 49 of the Listing Agreement.

**KIRAN SHAH**  
MANAGING DIRECTOR

Place: Vadodara  
Date: 31-7-2011

**CODE OF CONDUCT COMPLIANCE**

As provided under Clause 49 of the Listing Agreement with the stock Exchanges, the Board of Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the year ended on 31st March, 2011.

**KIRAN SHAH**  
MANAGING DIRECTOR

Place: Vadodara  
Date: 31-7-2011



## AUDITOR'S REPORT

To,  
The Members,  
GUJARAT CONTAINERS LIMITED

We have audited the attached Balance Sheet of GUJARAT CONTAINERS LIMITED as at 31<sup>st</sup> March, 2011 the Profit and Loss Account and also the Cash Flow Statement of the Company for the year ended on that date, annexed thereto, read with the notes thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion and we report that:-

- I.
  - 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 accounts as required by law have been kept by the Company, so far as it appears from our examination of the books.
  - c. The Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the Balance Sheet and Profit and Loss Account dealt with by Report, comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956 except as referred to in para (f) below and Notes to accounts.
  - e. On the basis of written representation received from the directors, as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - f. In our opinion and to the best of our information and according to the explanations to us the accounts, read together with Significant Accounting Policies and Notes thereon, and in particular the following mentioned notes :-
    - i) *Note No. (K) Regarding non provision of gratuity as The liability on this account as on March, 2011 as evaluated by the company is Rs.35,96,489/- and liability up to previous year was Rs. 31,67,956/-.*
    - ii) *Note No. (L) Regarding non provision of depreciation of Rs. 52,59,816/- of past years. It is same as the previous year, as all depreciation after the previous year has been provided in the books. (Previous Year Rs. 52,59,816/-).*

give the information as required by the Companies Act, 1956, in the manner so required and give true and fair view, in conformity with the accounting principles generally accepted in India :-

- (1) In the case of Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2011.
  - (2) In the case of Profit and Loss Account, of the "**PROFIT**" of the Company for the year ended on that date.
  - (3) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date
- II. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks and records of the company as were considered appropriate and as per the information and explanation given to us during the course of our audit, we further report on the matters specified in Para 4 & 5 of the said order as under:-





1. In respect of its fixed assets:-
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. Fixed assets Register has been maintained in computer.
  - b) The management has physically verified fixed assets of the Company during the year. No material discrepancies were noticed on such physical verification.
  - c) As a substantial part of fixed assets has not been disposed off during the year, the question of sale of substantial part of fixed assets affecting going concern does not arise.
2. In respect of its inventories:
  - a) The inventory of the Company has been physically verified by the management at the year end. In our opinion, the frequency of verification is reasonable.
  - b) In our opinion and according to the information and explanation given to us, 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) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventory and there were no material discrepancies noticed on physical verification having regard to the size of the operations of the Company and the company has made proper entries to write off the unusable, defective and Obsolete stocks.
3. In respect of loans, secured or unsecured, granted or taken by the Company, to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956, according to the information and explanations given to us:
  - a) The Company has not granted any loans, secured or unsecured to companies, firms or other parties listed in the register maintained U/s 301 of the Companies Act, 1956. However, the company has taken unsecured loans from Three Directors, whose outstanding is aggregating to Rs. 34,07,630/- (STATEMENT IN LIEU of ADVT.)
  - b) The rates of Interest and other terms and conditions of the unsecured loans from the Directors are not prejudicial to the interests of the Company. The repayment of the loans and interest payment schedule is not stipulated by the Company, in respect of loans from Directors, hence the question of overdue does not arise. However, in respect of Unsecured Deposits from Directors, aggregating to Rs. 34.08 lacs, an interest of Rs. 4.85 lacs is provided and accrued in books, to be paid on maturity date as per terms of Deposit.
4. In our opinion and according to the information and explanation given to us there is adequate internal control procedure commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods.
5. In our opinion and according to the explanations given to us the Company has entered the transaction that needs to be entered in the register maintained U/s 301 of the Companies Act, 1956 and these transactions have been made at prices which are reasonable having regard to the prevailing market prices at time of the transaction.
6. The Company has accepted deposits from public within the meaning of Section 58A of the Companies Act, 1956 and rules framed there under. In our opinion and according to the explanations given to us, the company has complied with the directives issued by the Reserve Bank of India and the provisions of Section 58A of the Companies Act, 1956 and the rules made there under in respect of the Fixed Deposit accepted
7. The internal audit of the Company has been conducted by company's own staff. In our opinion, the internal audit system is commensurate with the size and nature of its business, but the system requires to be strengthened.
8. The Central Government has not prescribed maintenance of cost records, under section 209 (1) (d) of the Companies Act, 1956 in respect of the industry to which the company belongs. Hence, the Company has not maintained such records.
9. According to the information and explanations given to us in respect of statutory dues:





- a) The Company has been depositing the undisputed statutory dues including provident fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and any other statutory dues (which are applicable) with the appropriate authorities during the year. However, there is no undisputed statutory dues outstanding for a period of more than six months as at 31<sup>st</sup> March, 2011 from the date they became payable except in case of Investor Education and Protection Fund due, for which the company is liable in respect of depositing the Excess Share Application money of Rs. 3,16,149/- lying in separate bank account of the Company with the Banker who have not yet submitted the reconciled list of outstanding due to refund holders.
- b) There are no disputed dues that have not been deposited in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess or any other matters which is disputed and pending with the relevant forum:
10. In our opinion, the company has an accumulated loss of Rs. 14,00,561/-, as at the year-end; and that the company has not incurred Cash Loss in the current financial year as well in the immediately past financial year.
11. On the basis of the information and explanations given to us, by the management, the Company has not defaulted in repayment of dues to banks during the year. The Company has no dues to any financial institutions or debenture holders during the year.
12. On the basis of information and explanations given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The nature of the Company's activities during the year is such that clauses (xiii) and (xiv) of paragraph 4 of the Companies (Auditors Report) Order, 2003 are not applicable to the Company for the year.
14. According to information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
15. On the basis of examination of books of accounts, we would like to state that the Company has not availed any Term Loans during the year.
16. On the basis of information and explanations given to us and on an overall examination of the Balance Sheet and the Cash Flow Statement of the Company, we report that the Company has not *prima facie*, used the funds raised on short term basis during the year, for long term investment and as explained, Long term funds have been partly utilized to finance core working capital.
17. The Company has not made any preferential allotment of shares during the year.
18. The Company has not issued any debentures during the year.
19. The Company has not raised any money by public issue during the year.
20. To the best of our knowledge and belief an according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

**For V. K. SHASTRI & CO.**  
Chartered Accountants

Place : VADODARA  
Date : 31-7-2011

**(V.K.Shastri)**  
Sole Proprietor





## GUJARAT CONTAINERS LIMITED

## Balance Sheet As at 31st March 2011

SR. NO.	PARTICULARS	SCHE- DULE	AS ON	AS ON
			31-Mar-11 Amount (Rs.)	31-Mar-10 Amount (Rs.)
A.	<b><u>SOURCES OF FUNDS :</u></b>			
1.	<b><u>Shareholder's Funds :</u></b>			
	a) Share Capital	A	46,500,000	46,500,000
	b) Reserves & Surplus	B	6,500,000	6,500,000
	<b>Sub-Total (1)</b>		<b>53,000,000</b>	<b>53,000,000</b>
2.	<b><u>Loan Funds :</u></b>	C		
	a) Secured Loans		39,909,969	45,091,470
	b) Unsecured Loans		26,982,797	6,810,212
	<b>Sub-Total (2)</b>		<b>66,892,766</b>	<b>51,901,682</b>
	<b>TOTAL SOURCES (1+2)</b>		<b>119,892,766</b>	<b>104,901,682</b>
B.	<b><u>APPLICATION OF FUNDS :</u></b>			
1.	<b><u>Fixed Assets :</u></b>	D		
	a) Gross Block		86,136,858	81,027,513
	b) Less: Depreciation Block		43,594,991	40,413,549
	c) Net Block (a-b)		42,541,867	40,613,964
	d) Capital Work in Progress		3,092,919	2,545,152
	<b>Sub-Total (c+d)</b>		<b>45,634,786</b>	<b>43,159,116</b>
2.	<b><u>CURRENT ASSETS, LOANS &amp; ADVANCES :</u></b>	E		
	a) Inventories		37,674,041	46,445,476
	b) Sundry Debtors		87,181,181	57,040,293
	c) Cash & Bank Balances		3,740,626	13,094,618
	d) Loans & Advances		9,379,938	6,289,801
	<b>Sub-Total (2)</b>		<b>137,975,786</b>	<b>122,870,188</b>
3.	<b><u>LESS : CURRENT LIABILITIES &amp; PROVISIONS :</u></b>	F		
	a) Current Liabilities		65,495,851	64,628,399
	b) Provisions		325,849	20,278
	<b>Sub-Total (3)</b>		<b>65,821,700</b>	<b>64,648,677</b>
4.	<b><u>NET CURRENT ASSETS (2-3)</u></b>		<b>72,114,086</b>	<b>58,221,511</b>
5.	<b><u>MISCELLANEOUS EXPENDITURE :</u></b>	G		
	(To the extend not written off or adjusted)			
	a) Deferred Revenue Expenses		743,333	816,666
	b) Profit and Loss Account		1,400,561	2,704,389
	<b>Sub-Total (5)</b>		<b>2,143,894</b>	<b>3,521,055</b>
	<b>TOTAL APPLICATIONS (1+4+5)</b>		<b>119,892,766</b>	<b>104,901,682</b>
	<b>NOTES ON ACCOUNTS</b>	O	0	(0)

As per our report of even date annexed

For V. K. SHASTRI &amp; CO.

Chartered Accountants

(V. K. SHASTRI.)

Sole Proprietor

Date : 31-7-2011

Place : Vadodara.

BY ORDER OF THE BOARD

(KIRAN SHAH)

Chairman &amp; Managing Director

(PRAVIN SHAH)

Whole-Time Director

Date : 31-7-2011

Place : Vadodara.



## GUJARAT CONTAINERS LIMITED

### Profit & Loss Account for the Year Ending on 31st March 2011

SR. NO.	PARTICULARS	SCHE- DULE	YEAR ENDED 31-Mar-11 Amount (Rs.)	YEAR ENDED 31-Mar-10 Amount (Rs.)
<b>1.</b>	<b>INCOMES</b>			
	a. Sales & Other Incomes	H	450,785,675	302,384,484
	<b>Less:</b> Excise Duty on Sales		39,398,977	22,539,858
	Net sales		411,386,698	279,844,626
	b. Increase/(Decrease) in stock	I	204,997	1,323,584
	<b>TOTAL INCOMES</b>		<b>411,591,695</b>	<b>281,168,210</b>
<b>2.</b>	<b>EXPENDITURE</b>			
	a. Cost of Materials Consumed	J	298,888,519	203,195,352
	b. Employee Benefits & Expenses	K	16,878,573	13,231,499
	c. Manufacturing, Administrative and Other Expenses	L	31,287,642	23,549,452
	d. Selling & Distribution Expenses	M	13,986,516	8,939,578
	e. Financial Charges	N	15,271,985	13,571,977
	f. Depreciation		4,191,515	3,857,620
	<b>TOTAL EXPENDITURE (a+b+c+d+e+f)</b>		<b>380,504,750</b>	<b>266,345,480</b>
	<b>PROFIT/(LOSS) BEFORE TAXATION</b>		<b>31,086,945</b>	<b>14,822,731</b>
	<b>LESS :</b> Provision & Payment of Taxes		314,000	32,529
	<b>Add :</b> Provision for Deferred Tax Assets		373,119	929,457
	<b>PROFIT/(LOSS) AFTER TAXATION AND BEFORE EXTRAORDINARY ITEMS</b>		<b>31,146,064</b>	<b>15,719,659</b>
	<b>LESS : Extraordinary Items</b>			
	(a) Loss on Sales of Fixed Assets		79,237	48,968
	(b) Bad debts written off		--	18,973,486
	(c) Prior Period Items		(9,001)	57,560
	(d) Dimunation in Value of Stock found to be Defective, unusable and obsolete written off		29,772,000	-
	<b>PROFIT/(LOSS) AFTER TAXATION AND EXTRAORDINARY ITEMS</b>		<b>1,303,828</b>	<b>-3,360,356</b>
	<b>Basic and Diluted Earning Per Share (in Rs.)</b>		<b>0.28</b>	<b>(0.72)</b>
	Nominal Value of Share Rs. 10 (Previous Year Rs. 10)			
<b>3.</b>	<b>APPROPRIATIONS:</b>			
	Balance as per last Balance Sheet		(2,704,389)	655,967
	Add/(Less): Profit/(Loss) of the year after taxation		1,303,828	-3,360,356
	<b>PROFIT/(LOSS) Available for Appropriation</b>		<b>(1,400,561)</b>	<b>-2,704,389</b>
	<b>LESS : Balance Carried Forward to Balance Sheet</b>		<b>(1,400,561)</b>	<b>-2,704,389</b>

#### NOTES ON ACCOUNTS

As per our report of even date annexed

**For V. K. SHASTRI & CO.**

Chartered Accountants

**(V. K. SHASTRI.)**

Sole Proprietor

Date : 31-7-2011

Place : Vadodara.

#### BY ORDER OF THE BOARD

**(KIRAN SHAH)**

Chairman & Managing Director

**(PRAVIN SHAH)**

Whole-Time Director

Date : 31-7-2011

Place : Vadodara.



**GUJARAT CONTAINERS LIMITED**  
**Schedule to Balance Sheet as at 31st March 2011**

SR. NO.	PARTICULARS	SCHEDULE	AS ON 31-Mar-11 Amount (Rs.)	AS ON 31-Mar-10 Amount (Rs.)
<b>SCHEDULE : A SHARE CAPITAL</b>				
	<b><u>AUTHORISED CAPITAL</u></b>			
	50,00,000 Equity Shares of Rs.10 Each		50,000,000	50,000,000
	<b><u>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</u></b>			
	46,50,000 Equity Shares of Rs.10 /- each fully paid up for cash		46,500,000	46,500,000
	<b>TOTAL (A)</b>		<b>46,500,000</b>	<b>46,500,000</b>
<b>SCHEDULE : B RESERVES AND SURPLUS</b>				
	<b><u>A. Capital Reserves</u></b>			
a)	Share Premium account :		1,200,000	1,200,000
b)	State Subsidy :		2,500,000	2,500,000
c)	Share Forefeiture Reserve :		2,800,000	2,800,000
	<b>TOTAL(B)</b>		<b>6,500,000</b>	<b>6,500,000</b>
<b>SCHEDULE : C LOAN FUNDS</b>				
	<b><u>1. SECURED LOANS</u></b>			
a.	Term Loan from Bank Towards Principal (Includes amount of Rs. 7850,000/- Repayable within one year) Secured by first charge by way of Hypothecation of Plant & Machinery and other movable fixed assets of the company and further secured by first charge on immovable Properties of the company by way Equitable Mortgage by deposit of title Deeds and personally guaranteed by the Directors of the Company.		10,000,000	18,100,000
b.	Term Loan From Finance Companies: Toward Principal (Includes amount of Rs. 788,201/- Repayable within one year) Secured by Hypothecation of Vehicles under hire purchase agreement		4,084,312	1,997,022
c.	Working Capital facilities from Bank : Towards Principle Secured by first charge by way of Hypothecation of stock of Raw Materials, work in process, finished goods, stores and spares and receivables, Plant & Machinery and other movable fixed assets of the company by way Equitable by deposit of title deeds and personally guaranteed by the directors of the company.		25,825,657	24,994,448
	<b>SUB TOTAL (1)</b>		<b>39,909,969</b>	<b>45,091,470</b>
	<b><u>2. UNSECURED LOANS</u></b>			
	From Directors (Including Short Term Loan of Rs. 75 Lacs repayments within 12 Months)		26,494,739	4,608,197
	From Inter Corporate Deposits		488,058	2,202,015
	<b>SUB TOTAL (2)</b>		<b>26,982,797</b>	<b>6,810,212</b>
	<b>GRAND TOTAL (1+2)</b>		<b>66,892,766</b>	<b>51,901,682</b>



## GUJARAT CONTAINERS LIMITED

### SCHEDULE : D FIXED ASSETS

Sr. No.	PARTICULARS OF FIXED ASSETS	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK	
		As on 1/4/2010	Additions During the Year	Deductions During the Year	As on 31/3/2011	As on 1/4/2010	Additions During the Year	As on 31/3/2011	As on 31/3/2010
	i	ii	iii	iv	v	vi	vii	ix	xii
i)	Land & Land Development	1,054,394	-	-	1,054,394	-	-	1,054,394	1,054,394
ii)	Factory Building	14,174,978	525,054	-	14,700,032	5,738,098	481,003	6,219,101	8,436,880
iii)	Plant & Machinery	51,593,989	2,666,345	-	54,260,334	26,079,338	2,514,729	28,594,067	25,514,651
iv)	Electrification	4,912,153	-	-	4,912,153	2,866,068	233,327	3,099,395	2,046,085
v)	Tools, Dies & Equip.	660,763	-	-	660,763	415,132	31,386	446,518	245,631
iv)	Furniture and Fixtures	226,778	-	-	226,778	232,848	-	226,778	(6,070)
vii)	Office Equipments	2,017,448	69,635	-	2,087,083	1,666,514	210,357	1,876,871	350,934
viii)	Vehicles	6,113,460	3,387,621	1,539,310	7,961,771	3,347,440	717,646	3,055,013	2,766,020
ix)	Office Building	273,550	-	-	273,550	68,111	9,137	77,248	205,439
<b>TOTAL</b>		81,027,513	6,648,655	1,539,310	86,136,858	40,413,549	4,197,585	43,594,991	40,613,964
<b>Previous Year's Figures</b>		76,390,972	5,105,622	469,091	81,027,513	36,677,042	3,857,620	40,413,549	39,713,930

#### CAPITAL WORK-IN-PROGRESS :

Advances against Capital Works

	3,092,919	2,545,152
<b>TOTAL</b>	<b>45,634,786</b>	<b>43,159,116</b>



**GUJARAT CONTAINERS LIMITED**

SR. NO.	PARTICULARS	SCH- DULE	ASON 31-Mar-11 Amount (Rs.)	ASON 31-Mar-10 Amount (Rs.)
<b>SCHEDULE : E CURRENT ASSETS, LOANS AND ADVANCES</b>				
<b>A) INVENTORIES:</b>				
<i>(Valued of lower of the cost or net realisable value subject to the accounting policies)</i>				
	Raw-Materials		29,769,455	18,956,408
	Stock in Process		1,828,220	17,081,950
	Finished Goods		4,597,345	4,779,370
	Waste & Scrap		405,920	2,165,168
	General & Consumable Stores		1,073,101	3,462,580
	<b>Sub-Total (A)</b>		<b>37,674,041</b>	<b>46,445,476</b>
<b>B) SUNDRY DEBTORS:</b>				
	Unsecured : Considered Good			
a.	Debts outstanding for a period exceeding six months.		3,692,281	3,989,482
b.	Other Debts : i. Considered Good		83,488,900	53,050,811
	ii. Considered Doubtful		--	--
	<b>Sub-Total (B)</b>		<b>87,181,181</b>	<b>57,040,293</b>
<b>C) CASH AND BANK BALANCES :</b>				
a.	Cash on hand.		404,167	1,374,403
b.	Cash at Bank :			
	-# in Current Account		336,459	345,215
	-# in Deposit Account (Margin Money Deposits)		3,000,000	11,375,000
	<b>Sub-Total (C)</b>		<b>3,740,626</b>	<b>13,094,618</b>
<b>D) LOANS AND ADVANCES :</b>				
	Unsecured : Considered Good			
	<i>Advances recoverable in Cash or in kind for value to be received.</i>			
	Advances to Suppliers		283,510	369,732
	Advances to Staff & Others		1,347,950	179,952
	Deposits		2,827,360	2,521,665
	Deferred Tax Assets		1,302,576	929,457
	Interest Receivable & Prepaid Expenses		432,773	480,928
	Balance with Govt. Depts.		3,145,769	1,808,067
	<b>Sub-Total (D)</b>		<b>9,339,938</b>	<b>6,289,801</b>
	<b>GRAND TOTAL (A+B+C+D)</b>		<b>137,935,786</b>	<b>122,870,188</b>
<b>SCHEDULE : F CURRENT LIABILITIES AND PROVISIONS</b>				
<b>A. CURRENT LIABILITIES</b>				
i.	Sundry Creditors for goods and expenses		60,946,614	44,233,894
ii.	Other current liabilities.			
	- Advance from Customers		24,066	24,066
	- Other current liabilities.		4,062,266	20,072,768
	- Outstanding Liabilities for Exp.		462,905	297,670
	<b>Sub-Total (A)</b>		<b>65,495,851</b>	<b>64,628,399</b>
<b>B. PROVISIONS</b>				
	- Provision for Taxation		325,849	20,278
	<b>Sub-Total (B)</b>		<b>325,849</b>	<b>20,278</b>
	<b>TOTAL (A+B)</b>		<b>65,821,700</b>	<b>64,648,677</b>
<b>SCHEDULE : G MISCELLANEOUS EXPENDITURE</b>				
<i>(To the extent not written off or adjusted)</i>				
A.	Deferred Revenue Expenses		743,333	816,666
	<i>(Deferred Expenses on account of VRS Payable to Employees)</i>			
B.	Profit & Loss Account			
	Balance transferred from Profit & Loss Application Account		1,400,561	2,704,389
	<b>GRAND TOTAL (A+B)</b>		<b>2,143,894</b>	<b>3,521,055</b>



## GUJARAT CONTAINERS LIMITED

**Schedule to Profit & Loss Account for the year Ending on 31st March 2011**

SR. NO.	PARTICULARS	SCHE- DULE	YEARENDED 31-Mar-11 Amount (Rs.)	YEARENDED 31-Mar-10 Amount (Rs.)
<b>SCHEDULE : H SALES AND OTHER INCOMES</b>				
a.	<b>Sales :</b>			
	Sales -Barrels		439,741,540	299,804,278
	Sales -Waste, Scrap & Others		10,127,431	1,159,432
	<b>Sub-Total</b>		<b>449,868,971</b>	<b>300,963,710</b>
	Less : Excise Duty on Sales		39,398,977	22,536,327
	<b>Sales Net of Excise Duty (a)</b>		<b>410,469,994</b>	<b>278,427,383</b>
b.	<b>Other Incomes :</b>			
	Freight & Forwarding		302,577	291,511
	Interest earned (Including TDS Rs. 56,038/-) (L.Y. Rs. 36,180/-)		560,387	851,191
	Miscellaneous Incomes		880	56,069
	Testing Fees		52,860	222,003
	<b>Sub-Total (b)</b>		<b>916,704</b>	<b>1,420,774</b>
	<b>GRAND TOTAL (a+b)</b>		<b>411,386,698</b>	<b>279,848,157</b>
<b>SCHEDULE : I INCREASE/(DECREASE) IN STOCKS</b>				
	<b>Stock in process :</b>			
	Opening Stock		17,081,950	17,028,220
	Less : Closing Stock		1,828,220	17,081,950
	Increase/(Decrease)		(15,253,730)	53,730
	<b>Finished Goods :</b>			
	Opening Stock		4,779,370	4,103,134
	Less : Closing Stock		4,597,345	4,779,370
	Increase/(Decrease)		(182,025)	676,236
	<b>Waste &amp; Scrap :</b>			
	Opening Stock		2,165,168	1,571,550
	Less : Closing Stock		405,920	2,165,168
	Increase/(Decrease)		(1,759,248)	593,618
	<b>SUB TOTAL - Increase/(Decrease)</b>		<b>(17,195,003)</b>	<b>1,323,584</b>
	Less : Written off (Refer to Note No. - M)		17,400,000	-
	<b>NET - Increase/(Decrease)</b>		<b>204,997</b>	<b>1,323,584</b>
<b>SCHEDULE : J COST OF MATERIALS CONSUMED</b>				
1.	<b>Raw Materials</b>			
	Opening Stock		18,956,408	15,338,149
	Add : Purchases		319,684,087	206,813,611
	Less : Closing Stock		29,769,455	18,956,408
	Less : Items Written Off (As per Note No.-M)		9,982,521	-
	<b>Raw Material Consumed</b>		<b>298,888,519</b>	<b>203,195,352</b>



## GUJARAT CONTAINERS LIMITED

### Schedule to Profit & Loss Account for the year Ending on 31st March 2011

SR. NO.	PARTICULARS	SCHE- DULE	YEARENDED 31-Mar-11 Amount (Rs.)	YEARENDED 31-Mar-10 Amount (Rs.)
<b>SCHEDULE: K EMPLOYEE BENEFITS</b>				
	Salary, Wages, Allowances, P.F. etc.		15,042,216	11,743,470
	Contribution to P. F. Fund and other Funds		1,325,517	1,148,364
	Staff & Labour Welfare		510,840	339,665
	<b>TOTAL</b>		<b>16,878,573</b>	<b>13,231,499</b>
<b>SCHEDULE: L MANUFACTURING, ADMINISTRATIVE AND OTHER EXPENSES</b>				
	General & Consumable Stores Consumed		3,829,816	2,143,909
	Auditor's Remuneration		45,000	30,000
	Conveyance		147,665	130,222
	Deferred revenue Expenses W/off		273,333	233,333
	Directors Remuneration & Perks		2,442,812	2,272,645
	Lab., Testing & Other Mfg. Expenses		263,447	282,169
	Labour and Job-work Charges		9,390,694	5,614,701
	Legal, Professional & Listing Charges		1,266,584	1,200,243
	Other Office Expenses		1,947,228	1,691,275
	Postage, Telegram, Telephone, Fax etc.		463,594	444,329
	Power and Fuel		7,990,594	6,242,328
	Printing & Stationary		194,296	218,463
	Repairs & Maintenance		1,015,302	1,041,602
	Security Service Charges		579,084	440,960
	Travelling Expenses		780,293	913,484
	Vehicle Running & Maintenance		657,900	649,789
	<b>TOTAL</b>		<b>31,287,642</b>	<b>23,549,452</b>
<b>SCHEDULE: M SELLING AND DISTRIBUTION EXPENSES</b>				
	Sales Promotion Expenses		107,194	90,479
	Kasar & Discount		11,754	153,496
	Sales Commission, Discount & Other Exps.		719,195	415,560
	Freight Outward		13,148,373	8,280,044
	<b>TOTAL</b>		<b>13,986,516</b>	<b>8,939,578</b>
<b>SCHEDULE: N FINANCIAL CHARGES</b>				
	Interest		6,064,880	6,441,051
	Discount & Rebates		7,407,213	6,122,483
	Bank Charges		1,799,893	1,008,443
	<b>TOTAL</b>		<b>15,271,985</b>	<b>13,571,977</b>



**GUJARAT CONTAINERS LIMITED****NOTES ON ACCOUNTS: 2010-11****SCHEDULE : O****A) SIGNIFICANT ACCOUNTING POLICIES:-****1. ACCOUNTING CONVENTION:-**

Financial statements are prepared in accordance with the generally accepted accounting principles in India under historical cost conventions on accrual basis. Except gratuity and Leave encashment, which are accounted on cash basis.

**2. FIXED ASSETS AND DEPRECIATION:-**

a) Fixed assets are stated at cost less accumulated depreciation. The cost of an asset comprises of purchase price and directly attributable cost of bringing the asset to its present condition for intended use and pre-operative expenditure allocated to its respected assets less CENVAT credit taken.

b) Depreciation on fixed assets is related to the period of use of the assets and is provided on the Straight line method at the rates prescribed in Schedule XIV to the Companies Act, 1956 as amended till date. Pro-rata depreciation is provided on all addition to fixed assets.

**3. INVENTORIES:-**

Inventories are Valued at cost or net realizable value whichever is lower; Cost includes taxes and duties and is net of credit under CENVAT schemes. Valuation is ascertained on following basis.

**- RAW MATERIAL:**

Raw materials, stores, spares and consumables on FIFO basis.

**- SEMI-FINISHED GOODS/FINISHED GOODS**

Lower of cost or net realizable value.

**4. REVENUE RECOGNITION:-**

4.1 Sales of products and services are recognized when risk and rewards of ownership of the products are passed on to the customers, which is generally on dispatch of goods. Sales are inclusive of Excise Duty but excluding sales tax / Value Added Tax.

4.2 Interest income is recognized on time proportion basis.

**5. EXCISE DUTY:-**

Excise duty on sales of goods is reduced from the gross sales and excise duty payable on stock is included in cost of inventory and charged to profit and loss account as expenditure

**6. RETIREMENT BENEFITS TO EMPLOYEES:-**

Short term employee benefits viz. Company's Contribution to Provident Fund and ESI paid / payable during the year are charged to the profit & loss Account. Gratuity and Leave encashment paid to employees is charged to Profit and loss account at the time of actual payment.

**7. TAXATION:-**

Provision for taxation comprises of Current Tax and Deferred Tax. Current tax has provision has been made the basis of reliefs and deduction available under Income Tax Act, 1961. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax assets is recognized and carried forward only to the extent the assets can be realized in future. However, where there is unabsorbed depreciation or carry forward losses under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each Balance sheet date.

**8. USE OF ESTIMATES:**

The preparation of financial statement requires management of the company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and reported amounts of revenues and expenses during the period.



**9. SEGMENT DISCLOSURES:**

The company's business activity falls within a single primary business segment viz. Manufacturing of Barrels. As such, there are no separate reportable segments as per Accounting Standard 17. Also there being no business outside India, the entire business has been considered as single geographical segment.

**10. IMPAREMENT OF ASSETS:**

The company assesses at each Balance Sheet date, whether there is any indication that asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs, is less than its carrying amount, the carrying amount is adjusted to the amount of recoverable amount.

**11. BORROWING COSTS:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred.

**12. LEASES:****Finance Lease**

Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. The lower of fair value of asset and present minimum lease rentals is capitalized as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rentals is adjusted against the lease liability and the interest component is charged to profit and loss account.

**13. CASH FLOW STATEMENT**

The Cash Flow Statement is prepared under the "Indirect Method" as set out in the Accounting Standard 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

**14. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Liabilities which are of contingent nature are not provided but are disclosed at their estimated amount in the notes forming parts of the accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

**B)** In the opinion of the Board, Debtors, Loans and Advances and other Current Assets are of the value as stated in the Balance Sheet, if realized in the ordinary course of the business.

**C)** Balances of Depositors, Sundry Debtors, Creditors and Loans and Advances are subject to confirmation and reconciliation.

**D)** Estimated amount of contracts remaining to be executed on Capital Account not provided for (net of advances) as on 31st March 2011 is Rs. NIL (Previous Year Rs. NIL).

**E)** Figures have been rounded off to the nearest rupee.

**F)** Previous Year figures have been regrouped and/or rearranged whenever necessary to confirm with current year's classification.

**G) Remuneration to the Auditors:-**

Particulars	Current Year	Previous Year
For Audit Fees	30,000	20,000
For Income Tax & Other Consultation	15,000	10,000
For Other out of pocket expenses	--	--
<b>TOTAL Rs.</b>	<b>45,000</b>	<b>30,000</b>



**H) Contingent Liabilities:**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
• Claims against the company not acknowledge as debts.	NIL	NIL
• Liability in respect of bill discounted	NIL	NIL
• Liability in respect of letter of Credit opened on behalf of company by bankers. (Net of Margin).	3,53,76,669	3,76,80,191
• Liabilities in respect of counter Guarantees given to bankers for Guarantees given by them.	1,00,000	15,00,000

**I) Related Party Disclosure-**

Disclosure of related party transaction as required by Accounting Standard – 18 issued by the Institute of Chartered Accountants of India.

Key Management Personnel their relatives and Associate Company as on 31.03.2011 are as under:

<b>Sr. No.</b>	<b>Director &amp; Key Management Personnel</b>	<b>Relative</b>
1	Kiran Shah	Geeta K Shah Neha K Shah Neil Shah
2	Pravin Shah	Jigna P. Shah
3	Abjeebhai Patel & Associates	Abjeebhai V. Patel Bhavnaben Veljibhai Patel Chandubhai Veljibhai Patel Dhirajbhai Veljibhai Patel Ghanshyambhai V. Patel Globe Containers Heenaben G. Patel Jamanaben V. Patel Laxmiben Dhirajbhai Patel Nandaben Nitinbhai Shagania Pushpaben Chandubhai Patel Shantaben A. Patel Shobhna A. Patel S.K. Industries Trusha A. Patel

**Transactions with the Related Party.**

<b>Transaction During the year</b>	<b>Key Management personnel</b>	<b>Relatives</b>	<b>Total</b>
Interest Paid on Loan	4,84,787	14,02,189	18,86,976
Managerial Remuneration	21,63,024	8,40,000	30,03,024
Loans Received	38,51,100	1,36,00,000	1,74,51,100
Services	-	74,14,595	74,14,595
Rent	-	9,33,600	9,33,600

**H) Remuneration to Directors:-**

Remuneration to Managing Director and Whole time Directors have been paid as per schedule XIII of the Companies Act, 1956, and in according resolution passed by the company in Annual General Meeting.

I) During the current year, the Company has Calculated and accounted for Deferred Tax Assets/ liability in accordance with the Accounting Standard - 22 "Accounting for Taxes on Income" issued by the Council of the Institute of Chartered Accountants of India.

J) Current Tax: During the year, Provision is made for taxes on incomes is Rs. 2,31,000/- (Last Year NIL since there is loss as per books as well as per Income tax Act, 1961).

K) Due to insufficient profits the company has not made provision for Gratuity as required by Accounting Standard AS - 15 of the Institute of C.A. of India. The liability on this account as on 31st March, 2011 as evaluated by the company is Rs. 35,96,489/- ( upto previous Year Rs. 31,67,956/-) Since the Company follows a policy that all employees avail their leave compulsorily, no provision is made on this account for leave encashment. To the extent of this amount the profit of current year and previous year is shown more.



- L)** Due to insufficient profits during the earlier years the company had not made provision for Depreciation of Rs. 52,59,816/- (Previous Year 52,59,816/- ) in total, for the F.Y. 2002-03 and F.Y. 2003-04, on its fixed assets as per straight line method of Depreciation regularly followed by the Company. This un-provided Depreciation will be provided in Year in which the Company has sufficient profits. The Depreciation, if provided would result in further loss to company and to that extent profit of the company as shown in profit & loss account is more and the value of Net Block in Balance Sheet are shown higher.
- M)** The management of the company has found slow moving, obsolete and defective stock which relate to year 2002-03 and earlier periods, of Rs.297.72 lacs but have continued to show the same at its original value in the books of accounts since then. These stocks have been written off during the current year and diminution in value of Stock is shown in Profit and Loss Account and hence now there is no obsolete and defective stock
- N)** There are no entities covered Micro, Small and Medium Enterprises, as defined in Micro, Small, Medium Enterprises Development Act, 2006 to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosure have been made.
- The above information regarding Micro, Small and Medium Enterprises 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.

**O)** Additional information pursuant to para 3 to 4 of part II of Schedule VI of the Companies Act, 1956.

**a.) PARTICULARS OF CAPACITY AND PRODUCTION-**

PARTICULARS	Unit of Measurement	Current Year	Previous Year
I) Licenced Capacity	-	Not Applicable	Not Applicable
II) Installed Capacity	Nos.	Not Applicable	Not Applicable
III) Actual Production -Steel Barrels	Nos.	2,82,927	2,10,025
- Plastic Barrel/Liners	Nos.	8,020	76,539

**b.) PARTICULARS OF OPENING STOCK, CLOSING STOCK AND SALES-**

PARTICULARS	Unit of Measure	Current Year		Previous Year	
		Quantity	Value (Rs.)	Quantity	Value (Rs.)
<b>I) Opening Stock :</b>					
C.R.C.A. Sheet	M.T.	142.167	52,94,856	113.495	33,07,181
Plastic granules	M.T.	15.340	11,63,600	4.375	2,59,665
Other Raw Materials	-	-	1,24,97,953	-	1,17,71,303
Finished Goods	Nos.	2,362	48,33,100	4,219	41,03,134
Stock in Process	Nos.	-	1,70,28,220	-	1,70,28,220
General & Stores	-	-	34,62,580	-	34,20,935
Consumable) Scrap	-	-	21,65,168	-	15,71,550
<b>TOTAL Rs.</b>	-	-	<b>4,64,45,47</b>	-	<b>4,14,61,988</b>

PARTICULARS	Unit of Measure	Current Year		Previous Year	
		Quantity	Value (Rs.)	Quantity	Value (Rs.)
<b>II) Closing Stock :</b>					
C.R.C.A. Sheet	M.T.	468.895	2,04,10,321	142.167	52,94,856
Plastic granules	M.T.	4.975	3,46,111	15.340	11,63,600
Other Raw Materials	-	-	90,13,023	-	1,24,97,953
Finished Goods	Nos.	2,161	45,97,345	2,362	48,33,100
Stock in Process	-	-	18,28,220	-	1,70,28,220
General & Cons. Stores	-	-	10,73,101	-	34,62,580
Scrap	-	-	4,05,920	-	21,65,168
<b>TOTAL Rs.</b>	-	-	<b>3,76,74,041</b>	-	<b>4,64,45,477</b>



PARTICULARS	Unit of Measure	Current Year		Previous Year	
		Quantity	Value (Rs.)	Quantity	Value (Rs.)
<b>III) Sales :</b>					
Steel Barrels	Nos.	2,83,238	44,82,61,961	2,10,572	29,27,75,967
Plastic Carbouys/Barrels	Nos.	7,910	19,09,587	44,755	81,87,743
Other Sales			NIL		NIL
<b>TOTAL Rs.</b>			<b>45,01,71,548</b>		<b>30,09,63,710</b>

(\*) Including Sales Return replacements.

**c.) PARTICULARS OF CONSUMPTION OF RAW-MATERIALS**

PARTICULARS	Unit of Measure	Current Year		Previous Year	
		Quantity	Value (Rs.)	Quantity	Value (Rs.)
<b>Consumption :</b>					
C.R.C.A. Sheet	M.T.	6,491.298	25,63,89,915	4905.906	16,49,99,941
Plastic Granules	M.T.	227.065	1,55,39,354	218.299	1,41,57,157
Other Raw Material			3,07,89,066		2,61,82,163
<b>TOTAL Rs.</b>			<b>30,27,18,335</b>		<b>20,53,39,261</b>

**d.) PARTICULARS OF PERCENTAGE OF IMPORTED & INDIGENEOUS MATERIAL, SPARE-PARTS & COMPONENTS CONSUMED-**

PARTICULARS	Current Year		Previous Year	
	Value	Percentage	Value	Percentage
i) Value of imported spare-parts, materials and components consumed.	NIL	NIL	NIL	NIL
ii) Value of indigenous spares, materials, Components & trading goods consumed	29,88,88,519	100%	20,31,95,352	100%
<b>TOTAL</b>	<b>29,88,88,519</b>	<b>100%</b>	<b>20,31,95,352</b>	<b>100%</b>

**e.) PARTICULARS OF EARNING AND EXPENDITURE IN FOREIGN CURRENCY**

PARTICULARS	Current Year	Previous Year
i) Earning in foreign currency	NIL	NIL
ii) Expenditure in foreign currency	NIL	NIL

**P) Particulars of Expenditure on Employees:-**

PARTICULARS	Current Year	Previous Year
i) In case of Employees who were in Employment with the company for the whole year and receiving remuneration aggregating to Rs. 60,00,000/- (upto P.Y. Rs. 24,00,000/-) or more per annum.		
☒ No. of Employees	NIL	NIL
☒ Amount of Salary & Allowance	NIL	NIL
☒ Value of Perquisites	NIL	NIL
ii) In case of Employees who were in Employment with the Company for part of the year and receiving remuneration aggregating to Rs.5,00,000/- (upto P.Y. Rs. 2,00,000/-) or more per month.		
☒ No. of Employees	NIL	NIL
☒ Amount of Salary & Allowance	NIL	NIL
☒ Value of Perquisites	NIL	NIL

**R) ADDITIONAL INFORMATION PURSUANT TO PART-IV OF SCHEDULE-VI OF THE COMPANIES ACT, 1956**





## PART-IV

Balance Sheet Abstract and Company's General Business Profile.

## I) Registration Details: -

Registration No. **U28120GJ1992PLC017081**State Code **04**

Balance Sheet	<b>31</b>	<b>03</b>	<b>2011</b>
Date	Date	Month	Year

## II) Capital Raised during the Year (Amount in Rs. Thousands)

Public Issue	Rights issue
<b>NIL</b>	<b>NIL</b>
Bonus issue	Preferential issue
<b>NIL</b>	<b>NIL</b>

## III) Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total liabilities	Total Assets
<b>1,19,893</b>	<b>1,19,893</b>

## Sources of Funds

Paid-up Capital	Reserves & Surplus
<b>46,500</b>	<b>6,500</b>
Secured Loans	Unsecured Loans
<b>39,910</b>	<b>26,983</b>

## Application of Funds

Net Fixed Assets	Investments
<b>45,635</b>	<b>NIL</b>
Net Current Assets	Miscellaneous Expenditure
<b>72,114</b>	<b>2144</b>
Accumulated losses	
<b>NIL</b>	

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

Turnover	Total Expenditure
<b>4,11,592</b>	<b>4,09,974</b>
+/- Profit/Loss Before Tax	+/- Profit/Loss after tax
<b>(+) 1,618</b>	<b>(+) 1,304</b>

(Please tick Appropriate box (+) for profit (-) for Loss)

Earning Per Share in Rs.	Dividend rate %
<b>0.28</b>	<b>N. A.</b>

## V) Generic Names of Products/Services of company (as per monetary terms) :-

Item Code No.	<b>73090009</b>
(ITC Code)	
Product Description	<b>DRUMS AND BARRELS MADE ON IRON OR STEEL</b>
Item Code No.	<b>39251000</b>
(ITC Code)	
Product Description	<b>PLASTIC DRUMS AND BARRELS</b>

T) Schedule A to Q form and integral part of the Balance Sheet and Profit and Loss Account and are hereby duly authenticated.

As per our report of even date annexed

For **V. K. SHASTRI & CO.**

Chartered Accountants

(V. K. SHASTRI.)

Sole Proprietor

Date : 31-7-2011

Place : Vadodara.

ON BEHALF OF THE BOARD

(KIRAN SHAH)

Chairman &amp; Managing Director

(PRAVIN SHAH)

Whole-Time Director

Date : 31-7-2011

Place : Vadodara.



**GUJARAT CONTAINERS LIMITED**  
**Cash Flow Statement for the Year Ended on 31st March 2011**

SR. NO.	PARTICULARS	YEARENDED 31-Mar-11 Amount (Rs.)	YEARENDE 31-Mar-1 Amount (Rs)
<b>A.</b>	<b>CASHFLOW ARISING FROM OPERATING ACTIVITIES:</b>		
	Net Profit/(Loss)after Tax & ExtraordinaryItems	1,303,828	(3,360,356)
Add :	a. Depreciation Charge	4,191,515	3,857,62
	b. Interest Charge	15,271,985	13,571,97
	c. Provision for Taxation/Defered Tax Lia/Asst	(59,119)	(896,928
	d. Loss on Sale of Assets/Investments	79,237	48,96
	e. Miscellaneous Expenses (Amortised)	233,333	233,33
	f. Bad Debts Written Off	--	18,973,48
	g. Closing Stock Written Off	29,772,000	
	<b>Sub Total (i)</b>	<b>50,792,779</b>	<b>32,428,10</b>
Less :	a. Dividend & Interest Income	560,387	851,19
	b. Surplus on Sale of Asset/Investments	-	
	<b>Sub Total (ii)</b>	<b>560,387</b>	<b>851,191</b>
	iv. Operating Profit Before Working Capital Changes-Sub-Total(iv=i-ii)	50,232,392	31,576,910
Less :	a. Increase/(Decrease) in Trade and Other Receivables	62,567,704	3,908,982
	b. Increase/(Decrease) in Inventories	(8,771,435)	4,983,488
	<b>Sub Total (v)</b>	<b>53,796,269</b>	<b>8,892,470</b>
Add :a.	Increase / (Decrease) in Trade Payables - (vi)	615,129	10,551,919
	Cash Inflow From Operations		
	<b>Sub Total (vii)=(iv-v+vi)</b>	<b>-2,948,749</b>	<b>33,236,359</b>
Less :	a. Interest Paid	14,772,451	13,242,412
	b. Direct Taxes Paid	415,729	-
	c. Deferred Revenue Expenses Incurred	-	-
	<b>Sub Total (viii)</b>	<b>15,188,180</b>	<b>13,242,412</b>
	Cash Inflow/(Outflow) Before Extraordinary Items		
	Sub-Total (ix)=(vii-viii)	-18,136,9291	19,993,946
	ADD/(LESS): Prior Year Adjustments : -(x)	-	-
	Net Cash Inflow/(Outflow) In Course Of Operating Activities		
	<b>Total (A)=(ix+x)</b>	<b>-18,136,929</b>	<b>19,993,946</b>
<b>Cash Flow Statement (Cont'd)</b>			



**B. CASH FLOW ARISING FROM INVESTMENT ACTIVITIES:**
**OUTFLOW :**

a. Aquisition of Fixed Assets & Capital Adv.	7,196,422	4,483,131
b. Acquisition of Investments	-	-
c. Loans/ICD to Other Companies	-	-
d. Investements in Joint Venture	-	-

<b>Sub Total (i)</b>	<b>7,196,422</b>	<b>4,483,131</b>
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**Less : INFLOW :**

a. Sale of Fixed Assets	450,000	299,000
b. Interest & Dividend Received	538,186	1,087,168
c. Sale of Investements	-	-

<b>Sub Total (ii)</b>	<b>988,186</b>	<b>1,386,168</b>
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Net Cash Inflow/(Outflow) In Course Of Investing Activities

<b>Total (B)=(i-ii)</b>	<b>(6,208,236)</b>	<b>(3,096,963)</b>
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**C. CASH FLOW ARISING FROM FINANCING ACTIVITIES:**
**INFLOW:**

a. Proceeds From Issue of Share Capital	-	-
b. Proceeds From Borrowings	558,538,837	379,351,349
c. Proceeds From Issue of Debentures	-	-

<b>Sub Total (i)</b>	<b>558,538,837</b>	<b>379,351,349</b>
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**Less : OUTFLOW**

a. Share Issue Expenses	-	-
b. Redemption of Debentures	-	-
c. Repayment of Finance/Lease Liabilities	543,547,664	389,657,247
d. Dividend Paid	-	-
e. Debenture Issue Expenses	-	-

<b>Sub Total (ii)</b>	<b>543,547,664</b>	<b>389,657,247</b>
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Net Cash Inflow/(Outflow) In Course Of Financing Activities

<b>Total (C)=(i-ii)</b>	<b>14,991,173</b>	<b>(10,305,898)</b>
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**NET INCREASE/(DECREASE) IN CASH/  
CASH EQUIVALENTS (A+B+C)**

<b>(9,353,992)</b>	<b>6,591,086</b>
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Add : Balance At The Beginning Of The Year

<b>13,094,618</b>	<b>6,503,532</b>
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**CASH / CASH EQUIVALENTS AT THE  
CLOSE OF THE YEAR**

<b>3,740,626</b>	<b>13,094,618</b>
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As per our report of even date annexed  
**For V. K. SHASTRI & CO.**  
Chartered Accountants

**(V. K. SHASTRI.)**  
Sole Proprietor

Date : 31-7-2011  
Place : Vadodara.

**BY ORDER OF THE BOARD**

**(KIRAN SHAH)**

Chairman & Managing Director

**(PRAVIN SHAH)**

Whole-Time Director

Date : 31-7-2011  
Place : Vadodara.





GUJARAT CONTAINERS LIMITED

ATTENDANCE SLIP

**GUJARAT CONTAINERS LIMITED**

**Registered Office :**

Plot No. 488/489/P, Baroda-Savli Highway,  
Village : Tundav, Tal. : Savli, Dist. : Baroda.

Please complete this Attendance Slip and hand it over at the entrance of Meeting Hall, Joint Shareholders may obtain additional Attendance Slip on request.

NAME OF THE SHAREHOLDER: \_\_\_\_\_

ADDRESS: \_\_\_\_\_

No. of Shares Held: \_\_\_\_\_

PROXY

L. F. NO.(S) :

I hereby record my presence at the 19th Annual General Meeting of the Company held on 15th September 2011.

PROXY SIGNATURE  
OF THE SHAREHOLDER/PROXY\*

\*Strike whichever is not applicable.

-----  
PROXY

**GUJARAT CONTAINERS LIMITED**

**Registered Office :**

Plot No. 488/489/P, Baroda-Savli Highway,  
Village : Tundav, Tal. : Savli, Dist. : Baroda.

L. F. No.(S): \_\_\_\_\_

I/We \_\_\_\_\_

of \_\_\_\_\_

being a member / members of Gujarat Containers Ltd. hereby appoint

\_\_\_\_\_ of \_\_\_\_\_

\_\_\_\_\_ or failing him \_\_\_\_\_

of \_\_\_\_\_

as my/our proxy to vote for me/us and on my/our behalf at the 19th Annual General Meeting of the Company to be held on Thursday, the 15th September, 2011 and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2011 by the said \_\_\_\_\_

Affix a  
15 Paise  
Revenue  
Stamp

Note : The proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The proxy need not be a member of the Company.