

ELLORA PAPER MILLS LIMITED

BOOK POST



39th ANNUAL REPORT
2013-14

BOARD OF DIRECTORS

Shri Sudhir Goenka	:	Managing Director
Shri Bandhooram Prasad	:	Director
Shri Purushottam Patil	:	Director

STATUTORY AUDITORS

M/s R. S. Bhattad & Associates,
Chartered Accountants
Ramdaspath, Nagpur-440010

REGISTERED OFFICE

379, Pandit Jawaharlal Nehru Marg
Ashoka Vault Building, Sitabuldi
Nagpur, Pin Code – 440 012

FACTORY

Village : Dewada Khurd, Post : Tumsar
District : Bhandara, State : Maharashtra
Pin : 441 912

REGISTRAR & TRANSFER AGENT

Bigshare Services Private Limited
E-2/3, Ansa Industrial Estate,
Sakivihar Road, Sakinaka,
Andheri (E), Mumbai
Pin Code - 400072

NOTICE

NOTICE is hereby given that the 39th Annual General Meeting of the Members of Ellora Paper Mills Limited will be held on Tuesday 30th December, 2014 at 11:00 A.M. at the Registered Office of the company at "379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi, Nagpur – 440 012" to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2014, the statement of Profit and Loss for the year ended on that date and the reports of the Auditors and Directors thereon.
2. Shri Purushottam Patil (DIN: 06679479), Director of the Company is liable to retire by rotation at the ensuing Annual General Meeting. He has not opted for the re-appointment as Director and accordingly, not being re-appointed as Director of the Company.
3. To re-appoint M/s R. S. Bhattad & Associates, Chartered Accountants and to fix their remuneration To consider and if thought fit, to pass, with or without modification(s), following resolution as an Ordinary Resolution :

"RESOLVED THAT pursuant to provisions of Section 139 of the Companies Act, 2013, **M/s. R. S. Bhattad & Associates, Chartered Accountants**, Nagpur be and is hereby re-appointed as Statutory Auditor of the Company to hold the office from the conclusion of this Annual General Meeting to the conclusion of 49th Annual General Meeting on a remuneration as may be agreed upon between the Board of Directors and Auditors."

SPECIAL BUSINESS

4. To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:
"RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Shri. Arun Kataruka (DIN: 00857042)**, in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (five) consecutive years for a term up to the conclusion of the 44th Annual General Meeting of the Company in the calendar year 2019."
5. To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:
"RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Shri Pramod Kumar Shah (DIN: 00510033)**, in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (five) consecutive years for a term up to the conclusion of the 44th Annual General Meeting of the Company in the calendar year 2019."
6. To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary resolution:
"RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Shri Virender Kumar Agarwal (DIN: 00013314)**, in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (five) consecutive years for a term up to the conclusion of the 44th Annual General Meeting of the Company in the calendar year 2019."
7. To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary resolution:
"RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Smt. Kusum Goenka (DIN: 05331335)**, in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of Director, be and is hereby appointed as an Director of the Company."

For and on behalf of board of directors of Ellora Paper Mills Limited

Date : 28.11.2014
Place : Nagpur

Sd/-
Sudhir Goenka, Managing Director

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the company.
2. The instrument appointing proxy in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before commencement of the 39th Annual General Meeting of the Company.
3. The register of members of the Company will remain closed from 24th December, 2014 to 30th December, 2014 (both days inclusive).
4. Corporate members intending to send their authorised representatives to attend the 39th Annual General Meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
5. Members are requested to notify immediately the change, if any, in their registered address.
6. Members / proxies are requested to bring their attendance slip along with their copy of Annual Report to the Annual General Meeting.
7. The statement pursuant to Section 102 of the companies Act, 2013, setting out, of material facts concerning each item of special business specified above is annexed hereto.
8. Electronic copy of the annual Report and the Notice of the Annual General Meeting of the Company together with the attendance slip and Proxy Form are being sent to all the members whose email IDs are registered with the Company/Registrar and Share Transfer Agent (RTA) of the company/ Depository Participants. For members who have not registered their email address with the Company/ RTA of the company/ Depository Participants, physical copies of the above documents are being sent in the permitted mode.
9. Members holding shares in physical form are requested to notify immediately any change in their address/ E-mail address to the Company/ its RTA, Members holding shares in electronic form are requested to advice change of address/ Email address to their Depository Participants.
10. Members who have multiple folios with identical order of names are requested to intimate the same to the Company so as to enable it to consolidate all shareholdings into one folio.
11. Shareholders requiring information about Accounts to be explained in the Meeting are requested to inform the Company at least 7 days in advance from the date of Meeting.
12. Members are requested to bring their copies of the Annual Report to the Meeting.
13. The Members/Proxies should bring the Attendance Slip sent herewith duly filled in for attending the Meeting. The Members holding shares in dematerialized form are requested to write their Client ID and DP ID numbers and those who hold shares in physical form are requested to write their folio number in the attendance slip for attending the meeting.
14. As per the provisions of Companies act, 2013, nomination facility is available for members. The nomination forms can be obtained from the Company's Share Transfer Agents by the members holding share in physical form, in respect of members holding shares in electronic form the forms may be obtained from the Depository Participants with whom they are maintaining their demat account.
15. Members are requested to make all correspondence relating to share transfer (both in Physical & Demat form) to our Share Transfer Agent, M/s Bigshare Services Private Limited having office at E-2/3, Ansa Industrial Estate, Sakivihar Road, Sakinaka, Andheri (E), Mumbai-400072.

16. E -VOTING FACILITY :

- (a) In compliance with Clause 35B of Listing Agreement and the Provisions of Section 108 of the Companies Act, 2013 and Rule 20 of Companies (Management and Administration) Rules, 2014, the Company offers voting by electronic means through e-voting services provided by Central Depository Services Limited (CDSL).
- (b) Voting rights are reckoned on the basis of the shares registered in the names of the members/beneficial owners as on the cut off/record date fixed for this purpose, viz., 28th November, 2014.
- (c) The Company has appointed Shri Sunil Purushottam Zore, Practicing Company Secretary having office at "Block No.98 Ground Floor, Wing III, Rajat Sankul, Opp. ST Stand, Ganesh Peth, Baidyanath Square, Nagpur-440018" as the scrutinizer for conducting the e-voting and physical ballot process in a fair and transparent manner.
- (d) Instruction for e-voting are as under :

I. Members receiving e-mails from CDSL (for members who have registered their email IDs with the Company/Depository Participants)

- (i) Log on to the e-voting website www.evotingindia.com
- (ii) Click on "Shareholders" tab.
- (iii) Now, select the "COMPANY NAME" from the drop down menu and click on "SUBMIT"
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric ●PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> ● Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the serial number (refer serial no. printed on the name and address sticker/Postal Ballot Form/mail) in the PAN field. In case the serial number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with serial number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"> ● Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant “Ellora Paper Mills Limited “ on which you choose to vote.
- (xii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details
- (xiv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

II) In case of members receiving the physical copy:

- (A) Please follow all steps from sl. no. (i) to sl. no. (xvii) above to cast vote.
- (B) The voting period begins on 24th December, 2014 at 9.00 a.m. and ends on 26th December, 2014 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 28th November, 2014 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com

III. In case of members desiring to exercise vote by Postal Ballot:

A Member desiring to exercise vote by Postal Ballot should complete the Postal Ballot Form and send it to the Scrutinizer in the enclosed self-addressed business reply envelope properly sealed. Members are requested to read the instructions contained on the reverse of the Postal Ballot Form and follow the same.

(e) the Scrutinizer shall within a period of not exceeding three working days from the conclusion of the evoting period unblock the votes in the presence of at least two witnesses not in the employment of the company and prepare a Scrutinizer's Report and submit the report to the Chairman of the company.

(f) The result shall be declared at the Annual General Meeting of the Company. The results declared along with the Scrutinizer's Report will be posted on the website of CSDL within two days of passing of the resolution at the AGM and communicated to the stock exchanges.

(g) All relevant documents referred to in the accompanying Notice and Statement of material facts will be open for inspection at the registered office of the Company during normal working days upto and including the date of the AGM.

ANNEXURE TO THE NOTICE

Statement of material facts pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business mentioned in the accompanying Notice

For Item No. 4 to 7

Shri. Arun Kataruka, Shri Pramod Kumar Shah and Shri Virender Kumar Agarwal have furnished declarations confirming that they meet the criteria of independence under Section 149 (6) of the Companies Act, 2013 (the Act). They have been proposed as candidature for the office of the Independent Director of the Company by member of the Company in terms of section 160 of the Companies Act 2013. The Board has also formed an opinion that they are persons of integrity and possess the relevant expertise and experience and have consequently selected them as independent director. In terms of Section 149(10) read with Schedule IV of the Act, they are being appointed to hold office for a term of next five consecutive years. During this period they shall not be liable to retire by rotation. Smt. Kusum Goenka, one of the promoters of the Company, has been proposed as candidature for the office of the Director of the Company by member of the Company in terms of section 160 of the Companies Act 2013. The Board recommends the appointment of Smt. Kusum Goenka as the Director of the Company. Brief details of Shri. Arun Kataruka, Shri Pramod Kumar Shah, Shri Virender Kumar Agarwal and Smt. Kusum Goenka forms part of the Notice annexed hereto. Board considers that their continuous association with the Company would be immense benefit to the Company and recommends the resolutions as set out in items 4 to 7 in the notice to be approved by the shareholders, by way of Ordinary Resolution.

None of the Directors or Key Managerial Persons and/or their relatives except Shri. Arun Kataruka, Shri Pramod Kumar Shah, Shri Virender Kumar Agarwal and Smt. Kusum Goenka have any concern or interest, financial or otherwise, in these resolutions.

Details Shri. Arun Kataruka

Name	Shri. Arun Kataruka.
DIN	00857042
Date of Birth	10/04/1959
Expertise in specific functional areas	Commerce, Economics.
Directorship in other company	Rafbrix Limited

Details of Shri Pramod Kumar Shah

Name	Shri Pramod Kumar Shah
DIN	00510033
Date of Birth	10/07/1959
Expertise in specific functional areas	Commerce, Economics.
Directorship in other company	Universal Overseas Ltd Ethics Nirmaan Private Limited Ethics Commercials Ltd

Details of Shri Virender Kumar Agarwal

Name	Shri Virender Kumar Agarwal
DIN	00013314
Date of Birth	05/05/1967
Expertise in specific functional areas	Commerce, Economics, Textiles.
Directorship in other company	Suryaamba Spinning Mills Limited Agatha Developers Private Limited

Details of Smt. Kusum Goenka

Name	Smt. Kusum Goenka
DIN	05331335
Date of Birth	04/02/1962
Expertise in specific functional areas	Commerce, Economics, Paper Industry.
Directorship in other company	Rituraaj Builders Private Limited Tenacious Realty Private Limited Scintillating Nirman Private Limited Conjure Properties Private Limited Tenacious Builders Private Limited Drishtinandan Developers Private Limited Chalet Construction Private Limited Amogh Skyscraper Private Limited

**REPORT OF THE BOARD OF DIRECTORS
TO THE MEMBERS OF ELLORA PAPER MILLS LIMITED**

1. Presentation

Your directors have pleasure in presenting the 39th Annual Report together with the Audited Accounts for the year ended on 31st March, 2014.

2. Financial Results

The financial results of the operation for the year under review are as follows:

Particulars	Rs. In Lakhs	
	2013-14	2012.13
Sales	2051.10	1899.19
Profit before exceptional and extraordinary items and tax	(76.60)	382.10
Less-Exceptional Items	-	-
Profit before extraordinary items and tax	(76.60)	382.10
Less- Extraordinary items	-	-
Profit/(Loss) Before Tax	(76.60)	382.10
Less : Tax Expenses		
Current Tax	--	17.48
Deferred Tax Expenses/ (Income)	24.85	256.18
Profit/(Loss) after tax for the year	(51.74)	108.44
Profit/(Loss) carried forward to Balance Sheet	(51.74)	108.44
Basis and Diluted EPS (In Rs)	(2.59)	5.42

3. Review of Operations

During the year under review, the Company has posted a sales of Rs. 2051.10 lakhs as against Rs. 1899.19 Lakhs during the previous year. The Company has been able to maintain the sales volumes; but, profit after current tax has declined from Rs. 108.44 lakhs to a loss of Rs. 51.74 lakhs, primarily, due to increase in raw material prices.

4. Public Deposits

During the period under review, your Company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made there under

5. Dividend

Your Directors do not recommend any dividend for the year 2013-2014.

6. Safety and Pollution Control

The Company continues to give top priority to safety and pollution control aspects. It has strictly been following the requisite guidelines as received from Pollution Control Board from time to time.

7. Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo

Information in accordance with the provisions of section 217(1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988, regarding Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo is given in "Annexure A" forming part of this Report.

8. Particulars of Employees

During the year under review, there were no employees drawing remuneration in excess of the prescribed limits and whose particulars are required to be given in compliance with the provisions contained in Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

9. Directors' Responsibility Statement

The Directors affirm (a) that in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures; (b) that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of

the company at the end of the financial year and of the profit and loss of the company for that period; (c) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; and (d) that the directors have prepared the annual accounts on a going concern basis.

10. Directors

During the period under review, there has been a change in the constitution of Board of Directors of the Company. With effect from 1st October 2013, Shri Sudhir Goenka has been elevated as Managing Director of the Company; Shri Chandraprakash Goenka and Shri Sandeep Goenka have resigned from directorship; and Shri Bandhooram Balchandraram Prasad and Shri Purushottam Laxman Patil have been inducted into the Board. Shri Purushottam Patil (DIN: 06679479), who is liable to retire by rotation at the ensuing Annual General Meeting has not opted for the re-appointment as director and accordingly, not being re-appointed as director of the Company.

11. Appointment of Statutory Auditors

Members are requested to appoint auditors for the current year. The retiring auditors M/s R. S Bhattad & Associates, Chartered Accountants, are eligible for reappointment. The Company has received letter from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 139 of the Companies Act, 2013. The Board recommends their re-appointment.

12. Listing of Shares

The equity shares of the company are listed on The Bombay Stock Exchange Limited, Mumbai. They are also dematerialized and made live in the CDSL and NSDL systems. M/s. Bigshare Services Private Limited have been appointed as the R & T Agent of the company. Shareholders may contact them at " E-2/3, Ansa Industrial Estate , Sakivihar Road, Saki Naka, Andheri (E), Mumbai-400072" regarding transfer, dematerialization, etc., of shares.

13. Secretarial Compliance Certificate

Pursuant to section 383A of the Companies Act, 1956, a Secretarial Compliance Certificate issued by Mr. Sunil Zore, Practicing Company Secretary is furnished as "Annexure B" forming part of this Report.

14. Acknowledgements

Your Directors express their gratitude to the Government of India, Government of Maharashtra, Bankers and Valued Customers for their continuing goodwill and support to the Company. Your Directors wish to place on record their deep appreciation for the dedication and loyalty shown by the officers, staff members and workers of the Company. Your Directors sincerely acknowledge the continued trust and confidence you, the shareholders, have placed in the Company.

For and on behalf of the Board

Place : Nagpur
Date : 28.11.2014.

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

ANNEXURE 'A' TO THE DIRECTORS' REPORT

Information as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988

1. CONSERVATION OF ENERGY :

(a) Energy consumption in total and per unit of production in form "A".

FORM – A

Form for disclosure of particulars with respect to conservation of energy

Particulars	Unit	2013-14	2012-13
(A) Power and Fuel Consumption			
1 Electricity			
a. Purchase Units	KWH	5500558	5336300
Total Cost	Rs.(In lacs)	348.02	346.34
Rate / Unit	Rs./KWH	6.33	6.49
b. Own Generation	KWH	-	-
2 Coal			
(Grade B,C or ROM depending upon availability)			
Quantity	M.T.	349	82
Total Cost	Rs. In lacs	15.88	10.07
Average Rate	Rs./MT	4549	3013
3 Furnace Oil			
		NIL	NIL
4 Others/Internal Generation			
Rice Husk			
Quantity	M.T.	3752	4557
Total Cost	Rs. In lacs	135.43	169.51
Average Rate	Rs./MT	3610	2744
(B) Consumption per unit of production–Paper (M.T.)			
Particulars	Unit	2013-2014	2012-2013
Electricity	KWH	798	879
Furnace Oil	M.T.	NIL	NIL
Coal	M.T.	0.05	0.043
Rice Husk	M.T.	0.54	0.78

II. TECHNOLOGY ABSORPTION

a. Research & Development (R&D) absorption of Technology

The Company has no separate R&D Department
The Company has not imported any technology.

III. FOREIGN EXCHANGE EARNINGS AND OUTGO (Rs.in Lacs)

a. Foreign Exchange Earnings	2013-2014	2012-2013
b. Foreign Exchange Outgo	Nil	NIL
	Nil	NIL

For and on behalf of the Board

Date : 28.11.2014
Place : Nagpur

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

ANNEXURE 'B' TO THE DIRECTORS' REPORT SECRETARIAL COMPLIANCE CERTIFICATE

Registration No. of the Company: 11-019972
Nominal Capital: Rs. 3,00,00,000/-
Paid-up Capital: Rs. 1,99,36,750/-

To,
The Members
ELLORA PAPER MILLS LIMITED
Nagpur (M.S.)

I have examined the registers, records, books and papers of ELLORA PAPER MILLS LIMITED (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March, 2014 (financial year from 01.04.2013 to 31.03.2014). In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company and its officers, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this certificate as per provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in **Annexure 'B'** to this certificate, with the Registrar of Companies / Central Government / Regional Director / Company Law Board or other authorities within the time prescribed under the Act,
3. The Company being a public limited Company, the company has minimum number of shareholder and minimum prescribed paid up capital.
4. The Board of Directors duly met 7 (Seven) times respectively on 2nd May 2013, 5th August, 2013, 2nd September, 2013, 9th September, 2013, 1st October, 2013, 14th November, 2013, 13th February, 2014 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members for the period of five days from 25.09.2013 to 30.09.2013 (both days inclusive) during the financial year and has complied with the requirements of section 154 of the Act
6. The annual general meeting for the financial year ended on 31st March, 2013 was held on 30.09.2013 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No extra-ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or Companies referred to under section 295 of the Act during the financial year.
9. The Company has complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share certificate during the financial year.
13. The Company has :
 - (i) The Company has delivered all the certificates on lodgment thereof for transfer or transmission in accordance with the provisions of the Act during the financial year. There was no allotment of shares during the financial year.
 - (ii) The Company was not required to deposit any amount in a separate bank Account as no dividend was declared during the financial year.
 - (iii) The Company was not required to post warrants for dividends to any members of the Company.
 - (iv) The Company was not required to transfer any amounts in Investor Education and Protection Fund as there were no outstanding balances in unpaid dividend account or application money due for refund or matured deposits or matured debentures and interest accrued thereon which have remained unclaimed or unpaid for the period of seven years.
 - (v) The Company has duly complied with the requirements of section 217 of the Act.
14. The board of Director of the Company is duly constituted. During the period under review there is change in the constitution of Board of Director of the Company. Shri Sandeep Chandraprakash Goenka, Shri Chandraprakash Hiram Goenka were resigned from directorship of Company on 01/10/2013. Shri Bandhooram Balchandram Prasad and Shri Purushottam Laxman Patil were appointed as Director of the Company on 01/10/2013.

15. During the period under review, Shri Sudhir Goenka were appointed as Managing Director of the Company with effect 01/10/2013.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. As there were no outstanding preference shares or debentures, question of redemption does not arise.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not accepted public deposits within the meaning of 58A of the Act read with the Companies (Acceptance of Deposits) Rules, 1975.
24. Company has not made any borrowings during the financial year.
25. The Company has made loans or advances but has not given any guarantees or provided securities to other bodies corporate and has made necessary entries in the Register kept for the purpose. The Company has not complied with the provisions of section 372A of the Act in that behalf.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny..
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notice received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has deposited both employee's and employer's contribution to Provident Fund. As such , the Company has not constituted any specific Fund / Trust for the said purpose and hence, the provisions of section 418 of the Act are not applicable.

Date : 28.11.2014
Place : Nagpur

Sd/-
CS Sunil Zore
Practicing Company Secretary
ACS 22144 (CP No. 11837)

ANNEXURE 'A' TO SECRETARIAL COMPLIANCE CERTIFICATE

Registers as maintained by the Company

1. Register of Members under section 150 of the Act.
2. Copies of Annual Return under section 163 of the Act.
3. Minutes Book containing minutes of Board Meetings and General Meetings u/s 193 of the Act.
4. Books of Accounts under section 209 of the Act.
5. Register of contracts /Companies and firms in which directors are interested u/s301 of the Act.
6. Register of Directors, Managing Directors/Manager/Secretary under section 303 of the Act.
7. Register of Directors' Shareholdings under section 307 of the Act.
8. Register of investments or loans made, guarantee or security provided u/s 372A of the Act.
9. Register of charges under section 143 of the Act
10. Register of Deposits under section 58A and Deposit Rules

Apart from above, the Company has also maintained all the requisite statutory registers, books, returns, etc. to be kept or maintained by the Company in terms of various provisions of the Act/Rules. Nevertheless, there were no entries/transactions to be recorded therein during the financial year.

ANNEXURE 'B' TO SECRETARIAL COMPLIANCE CERTIFICATE

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2014.

Sr. No	Registrar of Companies/Regional Director/Central Government	Form No. / Return	Description	Date of Filing	Whether filed within prescribed time limit Yes / No	If delay in filing Whether requisite additional fees paid Yes / No
1	Registrar of Companies	23AC 23ACA (XBRL)	Balance Sheet & Profit & Loss A/c for FY 11-12	29/12/2013	No	Yes
2	-do-	66	Compliance Certificate for FY 11-12	26/11/2013	No	Yes
3	-do-	20B	Annual Return for FY 11-12	26/11/2013	No	Yes
4	-do-	32	Regn & App of Director on 01/10/13	24/10/2013	Yes	No
5	-do-	25C	Appointment of Managing Director on 01/10/2013	24/10/2013	Yes	No

INDEPENDENT AUDITOR'S REPORT

To the Members of Ellora Paper Mills Limited Report on the Financial Statement

We have audited the accompanying financial statements of ELLORA PAPER MILLS LIMITED, ("the Company") which comprise the Balance Sheet as at 31st March 2014, the statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit

Opinion

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

- In the case of Balance Sheet, of the State of affairs of the Company as at March 31, 2014;
- In the case of the Statement of Profit and Loss, of the loss of the year ended on that date; and
- In the case of the Cash Flow Statement, of the Cash flows of the company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of section 227 (4A) of the Companies Act, 1956 of India and on the basis of such checks we considered appropriate and according to the information and explanations given to us, we set out in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

As required by Section 227(3) of the Act, we report that :

- 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.
- 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.
- The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;
- On the basis of the written representations received from the Director's as on March, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act.

Place : Nagpur
Date : 21.10.2014

For Bhattad & Associate
Chartered Accounts
Firm Registration No. 135948W

Sd/-
R S Bhattad, Partner
M. No. 014999

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.)

1. (a) The Company is maintaining proper records to show full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets of the Company are physically verified by the management according to a phased program designed to cover all the items over a period of one year, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to such program, a physical verification was carried out during the year and we were informed that no material discrepancies were noticed on such verification.
(c) In our opinion, and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the Company during the year.
2. (a) The inventory of the Company has been physically verified by the management during the year. In respect of inventory lying with third parties, these have been substantially confirmed by them. In our opinion the frequency of verification is reasonable.
(b) In our opinion and according to the information and explanations 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 nature of its business.
(c) On the basis of our examination of records of inventory, in our opinion, the Company has maintained proper records of inventory. The discrepancies noticed on physical verification between the physical stocks and the book records were not material.
3. (a) The Company has not granted unsecured loans and Inter-corporate deposits to companies covered in the register maintained under section 301 of the Act. Hence, the provisions of Clause (3) (a), (b), (c), (d) of Paragraph 4 are not applicable to Company.
(b) The Company has not taken unsecured loans and Inter-corporate deposits from companies covered in the register maintained under section 301 of the Act. Hence, the provisions of Clause (3) (e), (f), (g), of Paragraph 4 are not applicable to Company.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory, fixed assets and for the sale of goods. Further, on the basis of our examination and information and according to the explanations given to us, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control procedures.
5. (a) In our opinion and according to the information and explanations given to us, the transactions, that need to be entered into the Register maintained under Section 301 of Act, have been so entered.
(b) In our opinion, and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Act, and exceeding the value of five lac rupees in respect of any party during the year have been made at prices which are reasonable having regard to the market prices prevailing at the relevant time.
6. The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under. Therefore, the provisions of Section 58A, 58AA and any other relevant provisions of the Companies Act, 1956 and the rules framed there under with regard to deposits accepted from the public are not applicable to the Company.
7. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government, the maintenance of cost records has been prescribed under Section 209 (1) (d) of the Act. We are of the opinion, that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determining whether they are accurate or complete.
8. (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, the undisputed statutory dues in respect of provident fund, investor education and protection fund, employees' state insurance, income tax, sales-tax, wealth tax, customs duty, excise duty, cess and other material statutory dues as applicable, have been regularly deposited by the Company during the year with the appropriate authorities.
(b) According to the information and explanations given to us, no arrears of undisputed provident Fund dues as at 31st March 2014 are remaining unpaid.
(c) According to the information and explanations given to us, there are no dues in respect of sales tax, income tax, customs duty and cess, which, have not been deposited on account of any dispute.

9. The Company has no accumulated losses as at 31st March, 2014. The Company has not incurred cash loss during the financial year nor it has incurred cash losses in the immediately preceding financial year.
10. Based on our audit procedures and on the information and explanations given by the management, in our opinion, the company has not defaulted in repayment of dues to any bank or financial institution as at the balance sheet date.
11. The Company has not granted any loans and advances on the basis of Security by way of pledge of shares, debentures and other securities.
12. The Company is not a Chit Fund, Nidhi, mutual benefit fund or a society. Accordingly clause 4(xiii) of the Order is not applicable.
13. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, clause 4(xiv) of the Order is not applicable.
14. The Company has not given any guarantees for loans taken by others from banks or financial institutions, the terms and conditions, whereof, in our opinion, are prima facie prejudicial to the interest of the Company.
15. In our opinion and according to the information and explanations given to us and on an overall examination, the term loans have been applied for the purpose for which they were raised.
16. According to the information and explanation given to us, the Company has not raised any funds on short term basis. All assets have been funded by Shareholder's Funds.
17. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
18. The Company has not issued any debentures. Accordingly, clause 4(xix) of the Order is not applicable.
19. The Company has not raised any money by public issue during the year. Accordingly clause 4(xx) of the Order is not applicable.
20. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

ELLORA PAPER MILLS LIMITED
Balance Sheet as at 31st March 2014

Particulars		Note No.	31st March 2014	31st March 2013
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	3	1,99,36,750.00	1,99,36,750.00	
(b) Reserves and surplus	4	1,80,33,615.00	2,32,08,511.00	
(c) Money received against share warrants		-	-	
2 Share application money pending allotment				
		-	-	
3 Non-current liabilities				
(a) Long-term borrowings	5	1,53,62,085.00	1,51,69,626.00	
(b) Deferred tax liabilities (Net)	6	1,67,45,902.00	1,92,31,844.00	
(c) Other Long term liabilities		-	-	
(d) Long-term provisions	7	1,80,63,939.00	1,35,75,602.00	
4 Current liabilities				
(a) Short-term borrowings	8	3,92,00,000.00	3,42,00,000.00	
(b) Trade payables	9	2,89,49,950.00	1,79,36,618.00	
(c) Other current liabilities	10	1,52,55,128.00	2,24,57,845.00	
(d) Short-term provisions	11	22,22,649.00	27,39,292.00	
TOTAL		17,37,70,018.00	16,84,56,088.00	
II. ASSETS				
Non-current assets				
1 (a) Fixed assets				
(i) Tangible assets	12	9,56,95,241.00	10,24,68,861.00	
(ii) Intangible assets		-	-	
(iii) Capital work-in-progress	12	17,52,129.00	17,52,129.00	
(iv) Intangible assets under development		-	-	
(b) Non-current investments	13	50,000.00	50,000.00	
(c) Deferred tax assets (net)		-	-	
(d) Long-term loans and advances	14	42,79,010.00	42,79,010.00	
(e) Other non-current assets		-	-	
2 Current assets				
(a) Current investments		-	-	
(b) Inventories	15	1,79,03,391.00	45,19,281.00	
(c) Trade receivables	16	1,77,35,622.00	1,62,94,173.00	
(d) Cash and cash equivalents	17	19,26,921.00	38,93,233.00	
(e) Short-term loans and advances	18	2,92,98,165.00	3,00,69,862.00	
(f) Other current assets	19	51,29,539.00	51,29,539.00	
TOTAL		17,37,70,018.00	16,84,56,088.00	
GENERAL CORPORATE INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES	1 & 2	-	-	

For and on behalf of the Board

As per our report attached
For R S Bhattad & Associates
Chartered Accountants
Firm Regn. No. 135948W

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

Place: Nagpur
Date: 21.10.2014

Sd/-
R. S. Bhattad
(Partner)
M. No. 014999

ELLORA PAPER MILLS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH, 2014

	PARTICULARS	Note No.	Upto 31/03/14		Upto 31/03/13	
I	Revenue from operations:	20				
	Sale of Products		20,51,10,095.00		18,99,19,208.00	
	Sale of Services		-		-	
	Other Operating Revenues		-		-	
			20,51,10,095.00		18,99,19,208.00	
	Less: Excise Duty		9,30,443.00	20,41,79,652.00	94,33,547.00	18,04,85,661.00
II	Other Income	21		97,02,020.00		15,36,69,385.00
III	Total Revenue (I + II)			21,38,81,672.00		33,41,55,046.00
IV	Expenses					
	Cost of Materials Consumed	22	12,55,16,628.00		11,24,43,213.00	
	Purchases of Stock in Trade		-		-	
	Changes in inventories of finished goods, work in progress and Stock-in-trade	23	(1,04,70,770.00)		1,02,49,380.00	
	Employee benefits expense	24	2,38,97,041.00		2,72,06,519.00	
	Finance Costs	25	12,75,056.00		13,20,097.00	
	Depreciation and amortization expense	12	85,16,897.00		1,11,94,705.00	
	Other expense	26	7,28,07,658.00		13,35,30,266.00	
	Total Expense			22,15,42,510.00		29,59,44,180.00
V	Profit before exceptional and extraordinary items and tax (III-IV)			(76,60,838.00)		3,82,10,866.00
VI	Exceptional Items					
VII	Profit before extraordinary items and tax (V-VI)			(76,60,838.00)		3,82,10,866.00
VIII	Extraordinary items					
IX	Profit before tax (VII-VIII)			(76,60,838.00)		3,82,10,866.00
X	Tax expense:					
	(1) Current tax		-		17,48,324.00	
	(2) Deferred tax		24,85,942.00		2,56,18,523.00	
				24,85,942.00		2,73,66,847.00
XI	Profit/(Loss) for the period from continuing operations (IX - X)			(51,74,896.00)		1,08,44,019.00
XII	Profit/(Loss) for the period from discontinuing operations					
XIII	Tax expense of discontinuing operations					
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)			-		-
XV	Profit/(Loss) for the period (XI + XIV)			(51,74,896.00)		1,08,44,019.00
XVI	Earnings per equity share:	27				
	Basic and diluted earnings per equity share (in `) [Face value ` 10 each]			(2.59)		5.42
	GENERAL CORPORATE INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES	1 & 2				

For and on behalf of the Board

As per our report attached
For R S Bhattad & Associates
Chartered Accountants
Firm Regn. No. 135948W

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

Place : Nagpur
Date: 21.10.2014

Sd/-
R. S. Bhattad
(Partner)
M. No. 014999

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2014				
		For the Year ended 31st March 2014		For the Year ended 31st March 2013
A:	CASH FLOW FROM OPERATING ACTIVITIES :			
	Net Profit before tax as per Statement of Profit and Loss		(76,60,838)	3,82,10,866
	Adjusted for :			
	Net Prior Year Adjustments	-	-	-
	Loss on Sale/Discard of Assets (Net)	-	3,53,25,245	-
	Depreciation and Amortisation Expenses	85,16,897	1,11,94,705	-
	Transferred from Revaluation Reserve	-	-	-
	Effect of Exchange Rate change	-	-	-
	Accounts written off	-	1,32,71,252	-
	Net gain on Sale of Investments	-	-	-
	Forfeiture of Advance Money	-	(15,16,41,720)	-
	Interest Income	(7,32,008)	(2,72,211)	-
	Finance Costs	12,75,056	13,20,097	-
			90,59,945	(9,08,02,632)
	Operating Profit before Working Capital Changes		13,99,107	(5,25,91,766)
	Adjusted for :			
	Trade and Other Receivables	(14,41,449)	(62,61,175)	-
	Inventories	(1,33,84,110)	1,74,54,050	-
	Trade and Other Payables	77,82,309	2,43,83,697	-
			(70,43,250)	3,55,76,572
	Cash Generated from Operations		(56,44,143)	(1,70,15,194)
	Net Prior Year Adjustments	-	-	-
	Taxes Paid (Net)	-	-	-
	Net Cash from Operating Activities		(56,44,143)	(1,70,15,194)
B:	CASH FLOW FROM INVESTING ACTIVITIES :			
	Purchase of Fixed Assets		(17,43,277)	(4,91,379)
	Sale of Fixed Assets / Transfer of Participating Interest		-	30,82,000
	Purchase of Investments		-	(5,000)
	Sale/Redemption of Investments		-	-
	Movement in Loans & Advances		7,71,697	-
	Interest Income		7,32,008	2,72,211
	Dividend Income		-	-
	Net Cash (used in) Investing Activities		(2,39,572)	28,57,832
C:	CASH FLOW FROM FINANCING ACTIVITIES :			
	Proceeds from Issue of Share Capital		-	-
	Share Application Money		-	-
	Buyback of Equity Shares		-	-
	Proceeds from Long term Borrowings		1,92,459	-
	Repayment of Long Term Borrowings		-	(5,70,310)
	Short Term Borrowings (Net)		50,00,000	-
	Dividends Paid (including dividend distributrition tax)		-	-
	Interest Paid		(12,75,056)	(13,20,097)
	Net Cash (used in) Financing Activities		39,17,403	(18,90,407)
	Net Increase in Cash & Cash Equivalents		(19,66,312)	(1,60,47,769)
	Opening Balance of Cash & Cash Equivalents		38,93,233	1,99,41,002
	Closing Balance of Cash and Cash Equivalents		19,26,921	38,93,233

For and on behalf of the Board

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

Subject to our report of even date
For R S Bhattad & Associates
Chartered Accountants
Firm Regn. No- 135948W

Sd/-
R. S. Bhattad
(Partner)
M. No. 014999

Place : Nagpur
Date: 21.10.2014

Notes to financial statements for the year ended 31st March 2014

Note – 1 : Corporate Information

Ellora Paper Mills Limited is a public Company domiciled in India and incorporated under the provision of the Companies Act, 1956. Its registered office is situated at 379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi, Nagpur- 440 012. Ellora Paper Mills Limited is engaged in the business of manufacture of paper products.

Note - 2: Significant accounting policies

a. Basis of preparation of financial statements

The Financial Statements are prepared on accrual basis under the historical cost convention, in conformity in all material aspects in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

b. Use of estimates

The preparation of financial statements requires estimates and assumptions to be made that affects the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialised.

c. Inventories

- (i) Raw material, stores & spare parts, chemicals, coal and rice husk are stated at cost of acquisition (including freight etc.) or market value whichever is lower.
- (ii) Finished Goods are valued at cost or market value whichever is lower.
- (iii) Work in Process is stated at cost.

d. Fixed Assets

- i) Fixed Assets (other than land) are stated at cost less accumulated depreciation. Plant & Machinery are stated at book value, cost comprises of purchase price and freight, duties, levies and all other incidentals attributable to bringing the asset to its working condition for its intended use.
- ii) The carrying amounts are reviewed at each balance sheet date when required to assess whether they are required to be recorded in excess of their recoverable amounts, and where carrying values exceed this estimated recoverable amount, assets are written down to their recoverable amount.
- iii) All project related expenditures viz. civil work, machine under erection, construction and erection materials, pre-operative expenditure incidental/attributable to construction of project, borrowing cost incurred prior to the date of commencement of commercial operation and trial run expenditure etc. are shown under Capital Work-in-Progress.

e. Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation / depletion. All costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets are capitalised.

f. Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

g. Depreciation:

(i) The Company's practice is to provide the depreciation of Building, Plant & Machinery and Water Works Distribution System added prior to 2nd April, 1987 on Straight Line Method pursuant to circular No.1.1/1986-CLV No.14(50) 84 L.L.VI dated 21st May, 1986 issued by the Department of Company Affairs and in accordance with the Provisions of Section 205(2) (b) of the Companies Act, 1956 at the rates corresponding to the rates applicable under Income Tax Rules in force from time to time.

(ii) On all the additions made after 1st April 1987 towards Building, Plant & Machinery and Water Distribution System, the depreciation is provided on Straight Line Method as per the rates specified, and in the manner specified in Schedule XIV of the Companies Act, 1956. Pursuant to revision in the rates vide notification No.GSR 756 (E) dated 16.12.93 issued by the Ministry of Law, Justice and Company affairs depreciation has been calculated at revised rates on all additions made after the said date.

(iii) On remaining assets, the depreciation is provided on Written Down Value method as per the rates specified and in the manner specified in Schedule XIV of the Companies Act, 1956.

h. Revenue Recognition

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection.

i.) Revenue in relation to sale of goods is recognised on transfer of significant risks and rewards associated with ownership of the goods to the buyer for consideration.

ii.) Interest income is recognised on the basis of its accrual as per the terms of the agreement.

iii.) Dividend income is recognised when the right to receive the same is established.

iv.) Other revenue is recognised when it is earned and no significant uncertainty exists as to its ultimate collection.

i. Investments

Current Investments are valued at lower of their cost and Net Realisable Value. Non-current investments are carried at cost. Provision for diminution in value of non-current investments is made only if such a decline is other than temporary in nature.

j. Employee Benefits

i.) Short term employee benefits are recognized as an expenses at the undiscounted amount in the profit and loss/ preoperative expenses of the period in which related service is rendered.

ii.) Post employment and long term employee benefits are recognized as an expense in the profit and loss/ pre- operative expenses for the period in which the employees has rendered services and other statutory requirements are met. The expense will be recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains or losses in respect of post employment and other long term benefits are charged to the profit and loss account/ pre-operative expenses. The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The Scheme is unfunded.

iii.) Classification of provision for employee benefits into current and non-current is made on the basis of actuarial valuation report.

k. Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the 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 asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

l. Foreign Exchange Transaction

i. The transactions of foreign exchange are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.

ii. Monetary items denominated in foreign currencies at the year end are restated at year end rates.

iii. Non monetary foreign currency items are carried at cost.

m. Excise Duty and Sales Tax / Value Added Tax

Excise duty and Sales Tax / Value Added Tax in respect of goods manufactured by the Company and according to the method of accounting consistently followed, is accounted at the time of removal of goods from the factory for sale and captive consumption. This accounting practice, however, has no impact on the profit for the year.

n. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit and Loss account.

o. Prior Period And Extraordinary Items

Prior period and extraordinary items and changes in accounting policies having material impact on the financial affairs of the company are disclosed.

p. Provision, Contingent Liabilities and Contingent Assets:

Provision involving substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes to accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.

q. Segment Reporting

Segment accounting policies are in line with the accounting policies of the Company. However, the following specific accounting policies have been followed for segment reporting:

The Company operates in two segments, viz. Manufacturing of Paper and Rice Milling. The Company has chosen these business segments as its primary segments considering the dominant source and nature of risks and returns and the internal organization and management structure.

(i) Segment Revenue includes Sales and other income directly identifiable with / allocable to the segment.

(ii) Expenses that are directly identifiable with / allocable to segments are considered for determining the Segment Result. The expenses which relate to the Company as a whole and not allocable to segments, are included under “Unallocated expenditure”.

(iii) Income, which relates to the Company, as a whole and not allocable to segments is included in “Unallocated Corporate Income”.

(iv) Segment Assets and Liabilities include those directly identifiable with the respective segments. Unallocated corporate assets and liabilities represent the assets and liabilities that relate to the Company as a whole and not allocable to any segment. Unallocated assets mainly comprise investments, unallocated loans and advances and, deferred revenue expenditure.

Note-3 Share Capital

		Figures in Rupees	
Particulars	As at 31st March 2014	As at 31st March 2013	
(A) Authorised			
28,00,000 (Previous Year 28,00,000) Equity Shares	2,80,00,000	2,80,00,000	
of 10 each 2,00,000 unclassified shares of ₹ 10/- each	20,00,000	20,00,000	
Total	3,00,00,000	3,00,00,000	
Issued and Subscribed:			
20,00,000 (Previous Year 20,00,000) Equity Shares of 10 each.	2,00,00,000	2,00,00,000	
Total	2,00,00,000	2,00,00,000	
Paid Up Capital			
20,00,000 (Previous Year 20,00,000) Equity Shares of 10 ¹ each, fully paid up	2,00,00,000	2,00,00,000	
Less : In arrears (other than Directors)			
Allotment Money	(19,625)	(19,625)	
First & Final call Money	(43,625)	(43,625)	
Total	1,99,36,750	1,99,36,750	
(B) Reconciliation of number of shares outstanding at the beginning and at the end of reporting period			
Particulars	As at 31st March 2014	As at 31st March 2013	
No. of shares at the beginning of the year	20,00,000	20,00,000	
Add: Issue of shares during the year	-	-	
Less: Deduction during the year	-	-	
No. of shares at the end of the year	20,00,000	20,00,000	
(C) Details of Shareholding			
No. of Shares held by each Shareholder holding more than 5% shares			
Particulars	As at 31st March 2014		
	No. of Shares	% Held	
(i) Sudhir Goenka HUF	4,02,000	20.10%	
(ii) Sudhir Goenka karta of Huf	2,98,000	14.90%	
(iii) Savitri Exports Limited	2,00,000	10.00%	
(iv) Textile Agencies Limited	2,00,000	10.00%	
(v) IDBI Bank	2,50,950	12.55%	
Total	13,50,950	67.55%	
Particulars	As at 31st March 2013		
	No. of Shares	% Held	
(i) Sudhir Goenka HUF	4,02,000	20.10%	
(ii) Sudhir Goenka karta of Huf	2,98,000	14.90%	
(iii) Savitri Exports Limited	2,00,000	10.00%	
(iv) Textile Agencies Limited	2,00,000	10.00%	
(v) IDBI Bank	2,50,950	12.55%	
Total	13,50,950	67.55%	

Note- 4 Reserves & Surplus

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(i) General Reserve		
Balance as per last Balance Sheet	59,88,390	59,88,390
Add: Amount Transferred from Profit & Loss Account	-	-
	59,88,390	59,88,390
(ii) Profit & Loss Account		
Balance as per last Balance Sheet	1,72,20,121	63,76,102
Add: Profit/(Loss) as per statement of Profit and loss	(51,74,896)	1,08,44,019
	1,20,45,225	1,72,20,121
Total	1,80,33,615	2,32,08,511

Note- 5 Long Term Borrowings

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(A) Unsecured Loan		
Sales Tax deferral	1,53,62,085	1,51,69,626
Total	1,53,62,085	1,51,69,626

(B) Terms & conditions

- (i) The company received an interest free sales tax loan of ` 176.16 lacs from State Industrial and Investment Corporation of Maharashtra Limited during the period from 27.01.1981 to 15.03.1994. The loan is repayable after 18 years in three equal annual instalments from the date of disbursement. All the outstanding instalments of the said loan have been discounted @ 11 % p.a. The difference between the present value as of 31st March 2014 and 31st March 2013 is debited to Profit and loss account and shown as interest expense of 3.46 lacs.
- (ii) Sales tax amounting to ` 257.87 lacs was availed by the company during the period from April 2004 to April 2009 as Deferral. This liability is payable in instalments over the period of time spanning from April-2011 to April-2024. In order to present a realistic picture of the liability, the said liability had been reviewed and discounted at 11% per annum. The difference between the present value as of 31st March 2014 and 31st March 2013 is debited to Profit and loss account and shown as interest expense of 9.15 lacs.

(C) Maturity profile and rate of interest:-

Rate of Interest 11%

Maturity	Figures in Rupees
2014-2015	8,24,418
2015-2016	9,42,124
2016-2018	30,52,688
2018-2025	1,04,35,876
Total	1,52,55,106

Note-6 Deferred Tax Liability

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(A) Liabilities		
(i) Related to Fixed Assets	2,65,42,518	2,71,40,028
Total	2,65,42,518	2,71,40,028
(B) Assets		
(i) Gratuity provision disallowed under Income tax	53,13,669	42,12,128
(ii) Unabsorbed Losses	29,01,417	
(iii) Leave encashment provision disallowed under Income tax	3,32,478	2,99,122
(iv) Disallowance u/s43B-Government Taxes	12,49,052	33,96,934
Total	97,96,616	79,08,184
Deferred Tax Assets (Net)	1,67,45,902	1,92,31,844

Note- 7 Long Term Provisions

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Provision for employee benefits (refer note 28)	1,80,63,939	1,35,75,602
Total	1,80,63,939	1,35,75,602

Note- 8 Short Term Borrowings

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(A) Unsecured		
(i) Rupee Loans from Body corporate	50,00,000	3,42,00,000
(ii) Rupee Loans from Director	3,42,00,000	
Total	3,92,00,000	3,42,00,000

Note- 9 Trade Payables

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Sundry Creditors		
(i) Micro, Small and Medium Enterprises *	-	-
(ii) Payable to related parties	4,400	90,000
(iii) <u>Other creditors</u>		
towards Raw Material & Consumables	2,76,39,023	1,55,25,261
towards Expenses	13,06,527	23,21,357
Total	2,89,49,950	1,79,36,618

* The Company has not received information from creditors regarding their status under the Micro, Small and Medium Enterprises Development Act,2006 and hence disclosure as required under the Companies Act,1956 relating to amounts unpaid as at the end of the period together with interest paid/payable thereon has not been given.

Note- 10 Other Current Liabilities

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(i) Current Maturities of Long Term Debt	52,04,344	50,10,124
(ii) Other Payables towards expenses**	1,00,50,784	1,74,47,721
Total	1,52,55,128	2,24,57,845

** Includes statutory dues, security deposit employees dues and expenses accrued but not yet due

Note-11 Short Term Provisions

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Provision for employee benefits	4,74,325	9,90,968
Provision of Income tax	17,48,324	17,48,324
Total	22,22,649	27,39,292

Note-13 Non Current Investment

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Investment in NSC	50,000	50,000
Total	50,000	50,000

Note-14 Long Term Loans and Advances

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Security Deposits (Unsecured and Considered Good)	42,79,010	42,79,010
Total	42,79,010	42,79,010

Note-15 Inventories

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(i) Raw Materials	33,41,197	10,58,508
(ii) Finished Goods	51,27,937	4,31,167
(iii) Semi finished goods	57,74,000	-
(iv) Store and Spares	36,60,257	30,29,606
Total	1,79,03,391	45,19,281

In the opinion of the management, Inventories are of the value stated, if realised in the ordinary course of business.

Note-16 Trade Receivables

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(Unsecured and subject to confirmation)		
(i) Due for a period exceeding six months		
Considered Good	54,11,710	51,64,435
Considered Doubtful	-	-
	54,11,710	51,64,435
Less : Provision for Doubtful Debts	-	-
	54,11,710	51,64,435
(ii) Due for a period within six months		
Considered good	1,23,23,912	1,11,29,738
Considered Doubtful	-	-
	1,23,23,912	1,11,29,738
Less : Provision for Doubtful Debts	-	-
	1,23,23,912	1,11,29,738
Total	1,77,35,622	1,62,94,173

Note- 17 Cash and Bank Balances

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(i) Cash on Hand	2,98,073	11,351
(ii) Balance with Bank - Current account #	(6,25,397)	10,67,982
(iii) Fixed Deposit with Banks		
-Maturity more than 12 months	2,25,000	2,25,000
-Maturity less than 12 months	20,29,245	25,88,900
Total	19,26,921	38,93,233

Balance with Bank includes unclaimed Dividend of ` 0.4 lacs (31st March 2013 : ` 0.4 lacs)

Note- 18 Short Term Loans and Advances

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
(Unsecured, Considered good and Subject to Confirmation)		
(i) Loans and Advances to related parties	1,70,00,000	15,69,200
(ii) Advance Recoverable in Cash or Kind & Prepaid expenses Balance with Customs, Central Excise Authorities & Sale Tax	11,77,476	1,72,22,504
(iii) Interest accrued but not yet due	1,05,99,374	1,05,67,028
(iv) Advance Income Tax	5,21,315	2,25,235
(v) Advance Income Tax		4,85,895
Total	2,92,98,165	3,00,69,862

In the opinion of the management, Loans and Advances are of the value stated, if realised in the ordinary course of business.

Note- 19 Other Current Assets

Particulars	Figures in Rupees	
	As at 31st March 2014	As at 31st March 2013
Insurance Claim receivable	51,29,539.00	51,29,539.00
Total	51,29,539	51,29,539

Note-20 Revenue from Operations

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
Sales of Goods		
(i) Manufactured Goods	20,51,10,095	18,99,19,208
(ii) Less : Excise Duty recovered	9,30,443	94,33,547
Total	20,41,79,652	18,04,85,661

Particulars of Sale of Products

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(i) Paper product	20,51,10,095	18,99,19,208
(ii) Rice product	-	-
Total	20,51,10,095	18,99,19,208

Note- 21 Other Income

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(i) Forfeiture of advance money	-	15,16,41,720
(ii) Interest Received	7,32,008	2,72,211
(iii) Balance Written Back	89,66,389	-
(iv) Other Miscellaneous Receipts	3,623	17,55,454
Total	97,02,020	15,36,69,385

Note-22 Cost of Material Consumed

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(i) Opening Stock of Raw Materials	10,58,508	30,26,944
(ii) Add: Purchases	12,77,99,317	11,04,74,777
(iii) Less: Cost of raw material sold	-	-
(iv) Less: Closing Stock of Raw Materials	33,41,197	10,58,508
Total	12,55,16,628	11,24,43,213

Note- 22 Particulars of Material consumed

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(A) Imported		
(i) Waste paper	-	-
(ii) Rice paddy	-	-
(B) Indigenous		
(i) Waste paper	12,55,16,628	11,24,43,213
(ii) Rice paddy	-	-
Total	12,55,16,628	11,24,43,213

Note-23 Changes in Inventories

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(i) At the end of the period		
Closing Stock of finished Goods & semi finished goods	1,09,01,937	4,31,167
(ii) At the beginning of the period		
Opening Stock of finished Goods & semi finished goods	4,31,167	1,06,80,547
Total	(1,04,70,770)	1,02,49,380

Note-24 Employee Benefit Expense

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(A) (i) Salaries and wages		
- to Director's	4,24,531	-
- to others	2,14,40,948	1,91,18,385
(ii) Contribution to provident and other funds	20,21,329	43,94,130
(iii) Staff Welfare Expenses	10,233	6,70,004
(iv) Remuneration to Managing Director		
a. Remuneration	-	15,00,000
b. Contribution to Provident Fund	-	1,80,000
c. Reimbursement of Medical Expenses / LTA	-	-
(v) Executive Director's Remuneration		
a. Remuneration	-	12,00,000
b. Contribution to Provident Fund	-	1,44,000
Total	2,38,97,041	2,72,06,519

Note-25 Finance Cost

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
Other Interest	12,75,056	13,20,097
Total	12,75,056	13,20,097

Note-26 Other Expenses

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
(A) Manufacturing Expenses		
(i) Consumption of Store & Spares	69,18,080	1,03,26,057
(ii) Power and Fuel	4,99,32,365	4,84,74,317
(iii) Repair & Maintenance		
- Building	92,472	9,43,495
- Plant & Machinery	31,02,580	44,49,963
- Others	5,38,019	10,60,239
(iv) Other Manufacturing Expenses	7,06,280	54,91,125
Sub Total	6,12,89,796	7,07,45,196
(B) Administrative and Other Expenses		
(i) Rent	1,16,420	9,83,400
(ii) Rates and Taxes	7,53,412	8,14,615
(iii) Insurance	7,63,539	8,49,976
(iv) Printing and Stationary	38,668	96,732
(v) Telephone and Lease line Expenses	2,76,870	7,28,328
(vi) Travelling and Conveyance	14,72,415	19,32,297
(vii) Vehicle Maintenance	2,44,134	2,97,501
(viii) Legal and Professional Expenses	12,02,059	7,65,588
(ix) Payment to Auditors		
- Audit Fees	1,50,000	1,50,000
- Cost Audit	30,000	30,000
(x) Miscellaneous Administrative Expenses	12,43,016	24,66,428
(xi) Loss on sale of Fixed Assets (Net)	-	3,53,25,245
(xii) Bank Charges & Commission	25,193	32,001
Sub Total	63,15,726	4,44,72,111
(C) Selling and Distribution Expenses		
(i) Advertisement and Publicity	69,521	17,460
(ii) Commission	-	30,76,880
(iii) Sales Promotion Expenses	82,127	56,036
(iv) Freight and Forwarding Charges	6,29,596	4,30,510
(v) Cash discount	38,11,684	14,35,821
Sub Total	45,92,928	50,16,707
(D) Other Expenses		
(i) Balance Written off	6,08,957	1,32,71,252
(ii) Donation	251	25,000
Sub Total	6,09,208	1,32,96,252
Total	7,28,07,658	13,35,30,266

Note-27 Earnings Per Share

Particulars	Year ended 31st March 2014	Year ended 31st March 2013
Basic Earning Per Share		
(i) Net Profit After Tax (In Rupees)	(51,74,896)	1,08,44,019
(ii) Less: Expenses for Earlier Years	-	-
Amount available for Equity Shareholders (In Rupees)	(A) (51,74,896)	1,08,44,019
(iv) Weighted Average Number of Shares of ₹10/-	(B) 20,00,000	20,00,000
(v) Basic Earnings Per Share of ₹10/- Each	(A)/(B) (2.59)	5.42

Note-27.1 Expenditure in Foreign Currency

Particulars	Figures in Rupees	
	Year ended 31st March 2014	Year ended 31st March 2013
Travelling	-	1,00,704
Total	-	1,00,704

Note-27.3 Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below :

(i) List of related parties where control exist and with whom transaction have taken place.**Sr.No. Associate Concerns**

- 1 Ellora Cereals Limited
- 2 Brajeshwari Paper Traders
- 3 Eqube Academy Private Limited
- 4 Richards Pharma Lab Limited
- 5 Citizen Welfare Association
- 6 Benupick Paper Board Private Limited
- 7 Texline Agencies Limited
- 8 Gold Moon Dealers Pvt Ltd
- 9 Kshetrajivi Agro Pvt Ltd
- 10 Endive Vanijya Pvt Ltd
- 11 Drishtinandan Developers Pvt Ltd
- 12 Prithviraj Real Estate Pvt Ltd
- 13 Lofty Vyapaar Private Limited
- 14 CPG Infra Ltd
- 15 CPG Academic Services Ltd

(ii) Key Management Personnel

Sr.No. Name of Key Managerial Personnel

1	Shri C.P Goenka (upto 1st October, 2013)
2	Shri Sudhir Goenka, Managing Director
3	Shri Bandhoo Ram, Director (wef 1st October, 2013)
4	Shri P L Patil, Director (wef 1st October, 2013)
5	Shri Sandeep Goenka (upto 1st October, 2013)

(iii) Relatives of Key management personnel where transactions have taken place.

Sr.No. Name of Related Party

1	Smt. Kusum Goenka
2	Smt. Archana Goenka
3	Smt. Savitri Devi Goenka
4	Shri Ashok Dalmia
5	Ashok Dalmia HUF
6	Shri Parikshit Dalmia
7	Sudhir Goenka HUF
8	Ms. Twisha Goenka
9	Ms. Megha Goenka
10	Shri. Shashank Goenka
11	Shri. Sandeep Goenka
12	Shri. C.P. Goenka (HUF)

(IV) Transactions with Related Parties

For the period ended on 31st March 2014

Figures in Rupees

Sr.no.	Particulars	Key Managerial Personnel	Associate Concerns	Relatives
1	Loans Taken	-	61,50,000	-
			<i>(3,28,00,000)</i>	-
2	Loans Repaid	-	11,50,000	
		<i>(61,82,217)</i>	<i>(4,94,52,396)</i>	
3	Rent	-	50,000	-
		-	<i>3,50,000</i>	<i>4,08,500</i>
4	Salary/Remuneration & perks	4,24,531	-	-
		<i>(30,24,000)</i>	-	-
5	Stores Purchases	-	2,67,176	-
		-	-	-
6	Unsecured Loan Given		1,70,00,000	-
		<i>(50,000)</i>	<i>(15,00,000)</i>	-
7	Unsecured Loan recovered	-	1,70,00,000	-
		-	<i>(3,30,00,000)</i>	-
		-	-	-
	<u>Balances as at 31st March 2014</u>	-	-	-
1	Loans and Advances	50,000	1,70,00,000	15,50,000
		<i>(50,000)</i>		<i>(15,00,000)</i>
2	Sundry creditors		4,400	-
		-	90,000	-
3	Unsecured Loan	3,42,00,000	50,00,000	-
				-
				-

Note :

Figures in italic represents Previous Year's amount.

Note-27.4 Contingent Liabilities and Commitments**Particulars****Figures in Rupees****As at 31st March
2014****As at 31st March
2013****Contingent Liabilities**

Performance guarantees given by a bank

1,37,000

11,37,000

Total

1,37,000

11,37,000

Note-27.5 Previous year figures

The previous year figures have been regrouped/reclassified /recasted/rearranged wherever necessary to correspond with the current year classification/disclosure.

As per our attached report of even date

For R S Bhattad & Associates

Chartered Accountants

Firm Regn. No. 135948W

For & on behalf of Board of Directors

Sd/-
R. S. Bhattad
(Partner)

M. No. 014999

Place : Nagpur

Date: 21.10.2014

Sd/-
Sudhir Goenka
Managing Director

Sd/-
Bandhooram Prasad
Director

Ellora Paper Mills Limited

Note 27.2 Employee Retirement Benefits

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The Scheme is unfunded. The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognises each period of services as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

The following table summarises the components of net benefit expense recognized in the profit and loss account and the amounts recognized in the balance sheet.

1) Reconciliation of opening and closing balances of Defined Benefit Obligation (Gratuity)

Figures in Rupees

	As at 31st March 2014	As at 31st March 2013
Defined Benefit obligation at beginning of year	1,35,75,602	1,24,61,601
Current Service Cost	10,86,048	8,98,209
Interest cost on Defined benefit obligation	14,62,045	9,96,928
Expected Return on Plan Assets		
Net Actuarial Losses/(gains) recognized in the Year	14,02,729	(7,81,136)
Benefits paid	(5,56,243)	-
Defined benefit obligation at the end of year	1,69,70,181	1,35,75,602

2) Expenses recognised during the year (Gratuity)

Figures in Rupees

	As at 31st March 2014	As at 31st March 2013
Current Service Cost	10,86,048	8,98,209
Interest cost on Defined benefit obligation	14,62,045	9,96,928
Expected Return on Plan Assets	-	-
Net Actuarial Losses/(gains) recognized in the Year	14,02,729	(7,81,136)
Net cost	39,50,822	11,14,001

3) Amount recognised in Balance sheet (Gratuity)

Figures in Rupees

	As at 31st March 2014	As at 31st March 2013
Liability	1,69,70,181	1,35,75,602
Assets		
Net Liability	1,69,70,181	1,35,75,602

4) The Principal assumptions used in determining gratuity obligations for the Company's plan are shown below (Gratuity):

	As at 31st March 2014	As at 31st March 2013
	(%)	(%)
Discount Rate	8.00%	8.00%
Expected Rate of Return on Assets	-	-
Rate of escalation in salary (per annum)	3.00%	3.00%

Figures in Rupees

Particulars of Assets	Figures in Rupees									
	As at 01st April 2013	Additions	Deductions	As at 31st March 2014	As at 01st April 2013	Depreciation	Deletion	As at 31st March 2014	As at 31st March 2014	As at 31st March 2013
Land	32,93,772	-	-	32,93,772	-	-	-	-	-	32,93,772
Building	3,99,15,799	-	-	3,99,15,799	1,25,08,093	9,87,484	-	1,34,95,577	2,64,20,222	2,74,07,706
Plant & Machinery	17,83,66,325	13,95,471	-	17,97,61,796	11,24,39,081	65,34,325	-	11,89,73,406	6,07,88,390	6,59,27,244
Water Works Distribution System	21,88,527	2,58,907	-	21,88,527	21,63,909	1,655	-	21,65,564	22,963	24,618
Borewell	4,76,915	11,379	-	7,35,822	3,15,156	10,703	-	3,25,859	4,09,963	1,61,759
Furniture, Fixture & office Equipment	1,62,40,107	-	-	1,62,51,486	1,21,02,894	8,15,861	-	1,29,18,755	33,32,731	41,37,213
Drawing Equipment	14,695	-	-	14,695	14,632	11	-	14,643	52	63
Laboratory Equipemnt	4,56,485	77,520	-	5,34,005	3,28,564	24,084	-	3,52,648	1,81,357	1,27,921
Vehicles	76,74,734	-	-	76,74,734	63,05,123	1,40,137	-	64,45,260	12,29,474	13,69,611
Workshop & Construction Machinery	4,27,806	-	-	4,27,806	4,08,852	2,637	-	4,11,489	16,317	18,954
Total	24,90,55,165	17,43,277	-	25,07,98,442	14,65,86,304	85,16,897	-	15,51,03,201	9,56,95,241	10,24,68,861
Previous Year's Total	31,45,35,130	4,97,379	6,59,71,344	24,90,55,165	16,29,55,698	1,11,94,705	2,75,64,099	14,65,86,304	10,24,68,861	15,15,79,432

Ellora Paper Mills Limited

Segment Reporting

The Company operates in two segments, viz. Manufacturing of Paper & rice Milling. The Company has chosen these business segment as its primary segment considering the dominant source and nature of risk and return and the internal organization and Management structure.

Figures in Rupees

Particulars	Paper		Rice Milling		Total	
	2013-2014	2012-2013	2013-2014	2012-2013	2013-2014	2012-2013
Revenue						
External Turnover	20,41,79,652	18,04,85,661	-	-	20,41,79,652	18,04,85,661
Other Income	-	-	-	-	-	-
Result	(58,39,682)	1,43,83,963	(5,60,780)	(2,56,78,635)	(64,00,462)	(1,12,94,672)
Unallocated Corporate expenses	-	-	-	-	7,20,951	41,87,400
Operating Profit(Loss)	(58,39,682)	1,43,83,963	(5,60,780)	(2,56,78,635)	(71,21,413)	(1,54,82,072)
Interest & Finance Charges	12,75,056	13,20,097	-	-	12,75,056	13,20,097
Profit / (Loss) Extra ordinary	-	-	-	-	-	-
Interest & Dividend income	7,32,008	2,72,211	-	-	7,32,008	2,72,211
Miscellaneous Income	3,623	17,55,454	-	-	3,623	17,55,454
Income Taxes/ Deferred tax (expense) / Income	(24,85,942)	(2,56,18,523)	-	-	(24,85,942)	(2,56,18,523)
Net Profit	(77,86,199)	(1,19,42,128)	(5,60,780)	(2,56,78,635)	(76,60,838)	(3,76,20,763)
Other Information						
Segment Assets	15,45,45,228	21,44,61,833	1,49,50,780	1,55,11,560	16,94,96,008	22,99,73,393
Unallocated corporate assets					42,74,010	43,29,010
Total assets	15,45,45,228	21,44,61,833	1,49,50,780	1,55,11,560	17,37,70,018	23,43,02,403
Segment Liabilities	94,28,235	7,06,03,298	6,66,04,989	6,66,04,989	7,60,33,224	13,72,08,287
Unallocated corporate liabilities					9,77,36,794	
Total Liabilities	94,28,235	7,06,03,298	6,66,04,989	6,66,04,989	17,37,70,018	13,72,08,287
Capital Expenditure	17,43,277	4,91,379	-	-	17,43,277	4,91,379
Depreciation	79,56,117	92,73,506	5,60,780	19,21,199	85,16,897	1,11,94,705

B. Information About Secondary Segments

Revenue as per Geographical Markets

Figures in Rupees

	2013-2014	2012-2013
India	20,41,79,652	18,04,85,661
Outside India	-	-
Total	20,41,79,652	18,04,85,661

**Form No. MGT-12
POLLING PAPER**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies
(Management and Administration) Rules, 2014]

Name of the company : **Ellora Paper Mills Limited**
Registered office : **379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi Nagpur : 440 012**

BALLOT PAPER

Sr. No.	Particulars	Details
1	Name of the First Named Shareholder (In block letters)	
2	Postal address	
3	Registered folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4	Classes of Share	

I hereby exercise my vote in respect of Ordinary/ Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

Sr. No.	Item	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1	To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2014, the statement of Profit and Loss for the year ended on that date and the reports of the Auditors and Directors thereon.			
2	To re-appoint M/s R.S Bhattad & Associates, Chartered Accountants.			
4	To appoint Shri. Arun Kataruka (DIN: 00857042) as Independent Director			
5	To appoint Shri Pramod Kumar Shah (DIN: 00510033) as Independent Director.			
6	To appoint Shri Virender Kumar Agarwal (DIN: 00013314) as Independent Director			
7	To appoint Smt. Kusum Goenka (DIN: 05331335) as Director.			

Place:

Date:

(Signature of the shareholder)

FORM NO. MGT-11 (PROXY FORM)

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the company : **Ellora Paper Mills Limited**
 Registered office : **379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi Nagpur:440 012**
 Name of the member (s) :
 Registered address :
 E-mail Id :
 Folio No/ Client Id :
 DP ID :

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name -
 Address -
 Email Id -
 Signature -
 Or failing of him
 2. Name -
 Address -
 Email Id -
 Signature -
 Or failing of him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 39th Annual general meeting/ Extraordinary general meeting of the company, to be held on the 30th day of December, 2014 at the registered office of the Company at "379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi Nagpur – 440 012" at 11.00 am and at any adjournment thereof in respect of such resolutions as are indicated below :

	Particular of Resolution	Type of Resolution
1	To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2014.	Ordinary Resolution
2	To re-appoint M/s R.S Bhattad & Associates, Chartered Accountants	Ordinary Resolution
3	To Appoint Shri. Arun Kataruka (DIN: 00857042) as Independent Director	Ordinary Resolution
4	To Appoint Shri Pramod Kumar Shah (DIN: 00510033), as Independent Director	Ordinary Resolution
5	To Appoint Shri Virender Kumar Agarwal (DIN: 00013314) as Independent Director	Ordinary Resolution
6	To Appoint Smt. Kusum Goenka (DIN: 05331335) as Director.	Ordinary Resolution

Signed this..... day of..... 20.....

Signature of shareholder

(Affix Revenue Stamp)

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting

ATTENDANCE SLIP

Name of the company : **Ellora Paper Mills Limited**
 Registered office : **379, Pandit Jawaharlal Nehru Marg, Ashoka Vault Building, Sitabuldi Nagpur – 440 012**
 Folio No./ Client Id _____

I certify that I am a registered Shareholder/beneficiary of the Company and hold _____ Equity shares. I hereby record my presence at the THIRTY NINE ANNUAL GENERAL MEETING of the Company, Annual General Meeting held at 379, Pandit Jawaharlal Nehru Marg, Sitabuldi, Nagpur – 440 012 on Tuesday the 30th December, 2014 at 11.00 am and at any adjournment thereof.

Name of the Member/proxy in Block Letter

Member's/Proxy's signature

NOTES: A member/proxy wishing to attend the meeting must complete this Attendance Slip and hand it over at the entrance duly signed. If you intend to appoint a proxy, please complete the proxy form given below and deposit it at the Company's Registered Office at least 48 hours before the meeting.

BOOK POST

If undelivered please return to :
Ellora Paper Mills Limited
379, Pandit Jawaharlal Nehru Marg,
Ashoka Vault Building, Sitabuldi,
Nagpur-440 012.

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