



Jumbo Bag Ltd.



AN ISO 22000, 9001 & BRC / IOP CERTIFIED COMPANY

JSE/AGM/2017

28.09.2017

The General Manager,
Department of Corporate Services,
M/s. BSE Limited,
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai – 400 001
Phone No. 91-22-22721233/4

SUB: Annual Report – 2017
REF: Jumbo Bag Limited

In continuation to the intimation of Proceeding of the 27th Annual General Meeting held on 08.09.2017, Friday at 10.30 a.m., we are herewith enclosing the Annual Report for the Financial Year 2016-17 of the Company as approved by the Shareholders in AGM.

This is for your kind information.

Yours faithfully,
For JUMBO BAG LIMITED

R. PRAMOD KUMAR
Company Secretary

"IF YOU ARE SATISFIED TELL OTHERS, IF NOT TELL US"

Regd. Off. : "SK ENCLAVE" New No. 4, (Old No. 47), 1st Floor, Nowroji Road, Chetpet, Chennai - 600 031.
Phone : 91-44-2645 2325, 2645 1722, 2646 1415, Fax : 91-44-2645 1720
E-mail : info@blissgroup.com Website : <http://www.blissgroup.com>
CIN : L36991TN1990PLC019944



Jumbo Bag Limited

ISO 9001 & 14001

2016-2017

ANNUAL REPORT



WE SHARE OUR JOY



CORPORATE INFORMATION

BOARD OF DIRECTORS

(As on 31st May 2017)

SRI K.J.M. SHETTY, I.A.S. (Retd.)	Chairman
SRI G.S. ANIL KUMAR	Managing Director
SRI G.P.N. GUPTA	Whole-Time Director & CFO
SRI G. RADHAKRISHNA	Director
SRI M. RAMA RAO	Director
SRI M.V. ANANTHAKRISHNA	Director
DR. GADDAM KUMAR REDDY	Director
SMT S. SUBHASHINI	Director
SMT . RENUKA MOHAN RAO	Additional Director

AUDIT COMMITTEE

SRI K.J.M. SHETTY	Chairman
SRI G.P.N. GUPTA	Member
SRI M.V. ANANTHAKRISHNA	Member
SRI M RAMA RAO	Member

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. R. PRAMOD KUMAR

REGISTERED OFFICE:

"S.K. Enclave", New No.4 (Old No.47),
Nowroji Road, Chetpet,
Chennai – 600 031
Phone: 044-26451722, 26461415, 26452325
Fax: 91-44-26451720
Website: www.jumbobaglimited.com
CIN: L36991TN1990PLC019944

PLANT LOCATION:

Unit I: No.75, Thatchur Kootu Road,
Panjetty Village, Ponneri Taluk,
Tiruvallur District – 601 204

Unit II: No.106, G.N.T. Road,
Alingivakkam P.O., Athipedu Village,
Chennai – 600 067

Unit III: No:110, GNT Road Gummidipondi Taluk
Peruvoyal Village, Thiruvallur District,

STATUTORY AUDITORS:

M/s. M. SRINIVASAN & ASSOCIATES
Chartered Accountants,
No.5, 9th Floor, B Wing, Parsn Manere,
602, Anna Salai, Chennai – 600 006

BANKERS:

State Bank of India
State Bank of Hyderabad

REGISTRARS & SHARE TRANSFER AGENT:

M/s. Cameo Corporate Services Limited,
Subramaniam Building,
No.1, Club House Road, Chennai – 600 002
Phone: 044-28460390
Fax: 044-28460129

LISTING:

The Bombay Stock Exchange Limited

MISSION

To provide a one-stop-solution through continuous innovation and total employee involvement.

VISION

To be a world leader in the field of packaging.

GREEN INITIATIVES IN CORPORATE GOVERNANCE

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars, stating that service of notice/ documents including Annual Report can be sent by e – mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e – mail addresses, so far, are requested to register their e – mail addresses in respect of electronic holdings with the depository through their concerned Depository Participants.

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 27th Annual General Meeting of the members of JUMBO BAG LIMITED will be held at Narada Gana Sabha Trust Mini Hall, No.314, T.T.K. Road, Chennai - 600018 at 10.30 A.M. on Friday, the 8th September, 2017 to transact the following:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as on 31st March, 2017 and the statement of Profit & Loss for the year ended on that date and the report of the Directors and Auditors thereon.
2. To appoint a Director in the place of Sri G.P.N Gupta (DIN: 00086174) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint statutory auditors and fix their remuneration:

"RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, as may be applicable and pursuant to the recommendations of the Audit Committee, M/s J.V. Ramanujam & Associates, Chartered Accountants (Firm Registration No. 002947S), be appointed as statutory auditors of the Company, in place of retiring auditors M/s. M. Srinivasan & Associates, Chartered Accountants (Firm Registration No. 004050S), to hold office from the conclusion of this Annual General Meeting (AGM) until the conclusion of the 32nd AGM, subject to ratification by members every year, as applicable, at such remuneration and out of pocket expenses, as may be decided by the Board of Directors of the Company."

SPECIAL BUSINESS

4. **To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution for Regularisation of Additional Director (Independent), Ms. Renuka Mohan Rao (DIN: 07542045):-**

"RESOLVED THAT pursuant to the provisions of Sections 149, 152, 161(1) and any other applicable provisions of the Companies Act, 2013 ("Act") and the Rules made there under read with Schedule IV to the Act, (including any statutory modification(s) or re-enactment thereof for the time being in force), Ms. Renuka Mohan Rao (DIN: 07542045), who was appointed as an Additional (Independent) Director of the Company by the Board of Directors at its meeting held on February 9, 2017 and whose term of office expires at this Annual General Meeting ('AGM') and in respect of whom the Company has received a Notice in writing from a Member alongwith the deposit of the requisite amount under Section 160 of the Companies Act, 2013 proposing her candidature for the office of Director and who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby appointed as an Independent Director of the Company to hold office for a term of 5 (five) consecutive years commencing from February 9, 2017."

RESOLVED FURTHER THAT Sri. G.S Anil Kumar (DIN: 00080712), Managing Director and Sri. G.P.N Gupta (DIN: 00086174) Whole-Time Director be and are hereby severally authorized to do all such acts, deeds and things as may be required to give full effect to this resolution."

5. **To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution for re-designation of Ms. S. Subhashini (DIN: 03561759), as independent director of the Company:**

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the Rules framed thereunder as read with Schedule IV to the Act, as amended from time to time, Ms. S. Subhashini (DIN: 03561759), a non-executive Director of the Company, who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and is hereby re-designated as an Independent Director of the Company, for a period of 5 years with effect from 30th May, 2017.

RESOLVED FURTHER THAT Sri. G.S Anil Kumar (DIN: 00080712), Managing Director and Sri. G.P.N Gupta (DIN: 00086174) Whole-Time Director be and are hereby severally authorized to do all such acts, deeds and things as may be required to give full effect to this resolution."

6. **To consider and if thought fit, to pass with or without modification(s), the following resolution as an Special Resolution for alteration of Articles of Association of the Company:**

"RESOLVED THAT pursuant to the provisions of sections 14 and other applicable provisions of the Companies Act, 2013, as amended from time to time, approval of the Shareholders be and is hereby granted for deletion of Clause 146 and 147 in the Articles of Association as under:

Common Seal

146. The Board shall provide a common seal of the company and shall have power from time to time to destroy the same and substitute a new seal in lieu thereof. The common seal shall be kept at the registered office of the Company and committed to the custody of the Directors or Principal Officers.

Affixture of Common Seal

147. The seal shall not be affixed to any instrument except by authority of a resolution of the Board or Committee and unless the Board otherwise determines every deed or other instrument to which the seal is required to be affixed shall, unless the same is executed by a duly constituted attorney for the Company, be signed by two Directors, and the Secretary in whose presence the seal shall have been fixed or such other person as may from time to time be authorised by the board and provided nevertheless that only instrument bearing the seal of the company issue for valuable consideration shall be binding on the Company issued notwithstanding any irregularity touching the authority to issue the same provided also counter signature of the Chairman or the joint Chairman or other authorised person shall not be necessary in the case of instrument executed in favour of the Chairman or the joint Chairman, which shall be sealed in the presence of any one Director and signed by him on behalf of the Company.

"RESOLVED FURTHER THAT Board of Directors of the Company be and are hereby severally authorized to file all the necessary forms and other necessary documents as may be required by the statutory authorities including the Registrar of Companies (ROC) and to do such acts, deeds and things that may be required for the purpose of alteration of Articles of Association of the Company and suggested by the Registrar of Companies or such other statutory authorities in the implementation of the aforesaid resolutions and to authorize such person or persons to give effect to the above resolutions and to submit all documents to the concerned authorities with regard to the same and to take all the necessary steps in this regard."

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
2. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The proxy form duly stamped and executed should be deposited / lodged at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. Proxies submitted on behalf of Limited Companies, Societies etc., must be supported by an appropriate resolution / authority, as applicable.
3. Members / Proxies should bring the Attendance slip duly completed, signed and stamped for attending the meeting. Members are requested to bring their copy of the Annual Report. No additional copies will be provided at the venue.
4. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the company, provided that not less than three days of notice in writing is given to the Company.
5. Additional information pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the re-appointment and appointment of Directors as mentioned under item no. 2, 4 and 5 of this notice is appended. Further, the Company has received relevant disclosure/consent from the Director seeking appointment.
6. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 will be available for inspection by the Members at the Annual General Meeting.
7. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out the details relating to special business at the meeting, is annexed hereto.
8. Members are requested to intimate the Company, queries, if any, regarding the accounts/notice, not less than seven days before the meeting to enable the management to keep the required information readily available at the meeting.



9. The Register of Members and Share Transfer Books of the Company will remain closed from 2nd September, 2017 to 8th September, 2017 (both days inclusive) in terms of the provisions of Section 91 of the Companies Act, 2013 and the applicable clauses of the SEBI (Listing Obligations and Disclosures Requirements Regulations) 2015 entered into with the Stock Exchanges.
10. A route map along with prominent landmark for easy reach to the venue of annual general meeting is annexed with this notice.
11. The Company is concerned about the environment and utilizing natural resources in a suitable way. We request you to update your email address with your Depository participant to enable us to send all the communications via email.
12. Annual Report 2017 with Attendance Slip and Proxy form are being sent by electronic mode only to all the members whose email addresses are registered with the Company/Depository Participant (s) for communication purpose unless a member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2017 are being sent by the permitted mode
13. Members may note that the Notice of the 27th Annual General Meeting and the Annual Report 2017 will also be available on the Company's website www.jumbobaglimited.com. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection between working hours 11.00 A.M to 1.00 P.M. except on holidays. Members who require communication in physical form in addition to e-communication, or have any other queries, may write to us at csjbl@blissgroup.com.
14. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to M/s. Cameo Corporate Services Limited, the Registrar & Share Transfer Agent of the Company.

15. **E Voting & its Procedure:**

Voting through Electronic Means

In compliance with provisions of Section 108 of the Companies Act 2013 read with the Companies (Management and Administration) Rules, 2014, as amended, the Company is pleased to offer E-Voting facility as an alternate, for its shareholders to enable them to cast their votes electronically at the 27th Annual General Meeting (AGM) through e-voting service provided by Central Depository Services (India) Limited. E-Voting is optional.

The Members, whose names appear in the Register of Members / list of Beneficial Owners as on Friday, 1st September, 2017, i.e. the date prior to the commencement of book closure date are entitled to vote on the Resolutions set forth in this Notice. The e-voting period will commence at 9.00 a.m. on Tuesday, 5th September, 2017 and will end at 5.00 p.m. on Thursday, 7th September, 2017. The Company has appointed Smt. Lakshmmi Subramanian, Practicing Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast and she has communicated her willingness to be appointed.

The Scrutinizer, after scrutinising the votes cast at the meeting (Insta Poll) and through remote e-voting, will not later than three days of conclusion of the Meeting, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.jumbobaglimited.com and CDSL website. The results shall simultaneously be communicated to the Bombay Stock Exchange Limited.

The Members desiring to vote through electronic mode may refer to the detailed procedure on e-voting given hereinafter:

In case of members receiving e-mail:

- 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 (For CDSL: 16 digits beneficiary ID, For NSDL: 8 character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.

- v. 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. If you are a first time user follow the steps given below.
- vi. Now, fill up the following details in the appropriate boxes:

	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)
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.

*Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of your name and the sequence number in the PAN field. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

Please enter any one of the details in order to login. In case either of the details is not recorded with the depository please enter the <Default Value> in the Dividend Bank details field.

- vii. After entering these details appropriately, click on "SUBMIT" tab.
- viii. 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.
- ix. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- x. Click on <Company Name> on which you choose to vote.
- xi. 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
- xii. Click on the "Resolutions File Link" if you wish to view the entire Resolutions
- xiii. 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.
- xiv. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xv. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page
- xvi. If Demat account holder has forgotten the changed password then enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.
- xvii. Institutional shareholders i.e. other than Individuals, HUF, NRI etc. are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then 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.

In case of members receiving the physical copy:

- Please follow all steps from s. no. (i) to s. no. (xvii) above to cast vote.
- The voting period begins on 05.09.2017 and ends on 07.09.2017. 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 01.09.2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

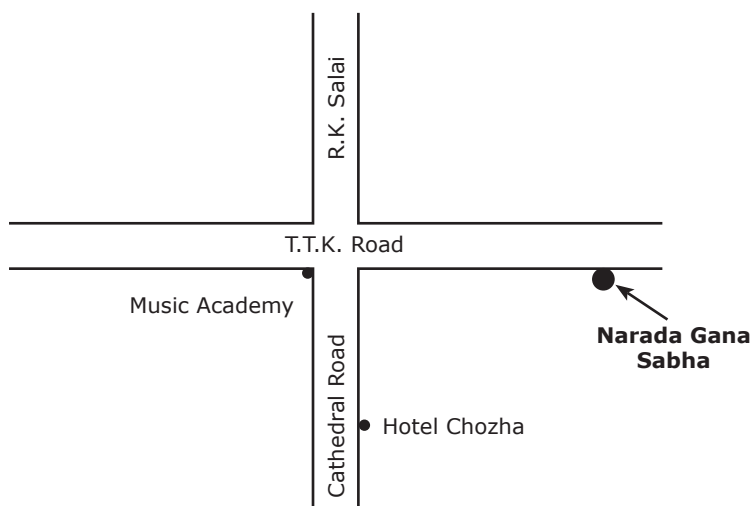


- In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

Please note that by virtue of providing the e-voting facility by the company as per Rule 20 of Companies (Management and Administration) Rules, 2014 the following will be applicable:

- (i) The manner of voting for the members being present in the General Meeting will be on "proportion principle" i.e. one share – one vote unlike one person one vote principle, further provision of the Companies Act, 2013 relating to demand for poll will not be relevant.
- (ii) The option of voting by show of hands will not be available for members present in the General Meeting in view of clear provision of section 107 of the Companies Act, 2013, i.e. voting by show of hands would not be allowable in cases where Rule 20 of Companies (Management and Administration) Rules, 2014 is applicable.
- (iii) Any member who has voted through e-voting facility provided by the company may also participate in the General Meeting in person, but such a member will not be able to exercise his vote again in the meeting, and the earlier vote casted through electronic means will be treated as final.

For your immediate reference, we also give below the location / route map to reach the venue of the Annual General Meeting of the Company.



ANNEXURE TO NOTICE**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:****Item No. 4**

On the recommendation of the Nomination and Remuneration Committee, the Board of Directors of the Company have appointed Ms. Renuka Mohan Rao (DIN: 07542045) as an Additional Director (Independent) of the Company to hold office for a period of five consecutive years, not liable to retire by rotation, subject to consent by the Members of the Company at the ensuing Annual General Meeting ("AGM").

As an Additional Director, Ms. Renuka Mohan Rao holds office till the date of the AGM and is eligible for being appointed as an Independent Director. The Company has received a notice pursuant to Section 160 of the Companies Act, 2013 (the "Act") together with the requisite amount of deposit from a Member signifying his intention to propose the appointment of Ms. Renuka Mohan Rao as a Director of the Company. The Company has also received a declaration from Ms. Renuka Mohan Rao confirming that she meets the criteria of independence as prescribed under the Act and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Ms. Renuka Mohan Rao is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given her consent to act as a Director of the Company.

In the opinion of the Board, Ms. Renuka Mohan Rao fulfills the conditions for her appointment as an Independent Director as specified in the Act and the Listing Regulations and she is independent of the management.

Ms. Renuka Mohan Rao is a law graduate and joined in Indian Overseas Bank as Probationary Officer in the year 1971. After heading various branches and regions she rose to become a General Manager of Indian Overseas Bank. She was a senior Consultant with Universal Sampo General Insurance and holding the position of Chairperson of the Selection for Indian Banking Personnel Selection which is the recruiting agency for banking related positions. Ms. Renuka Mohan Rao's rich professional experience and background will be a valuable asset to the company and the Board.

Accordingly, the Board recommends the passing of the Ordinary Resolution as set out in the Item no.4 of the Notice for appointment of Ms. Renuka Mohan Rao as an Independent Director, not liable to retire by rotation.

A copy of the draft letter of appointment setting out the terms and conditions for appointment is available for inspection by the Members at the registered office of the Company during business hours on any working day and is also available on the website of the Company www.jumbobaglimited.com.

Except Ms. Renuka Mohan Rao, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.4.

Item No. 5

On the recommendation of the Nomination, Remuneration and Compensation Committee, the Board of Directors of the Company re-designated Ms. S. Subhashini (DIN: 03561759) an Non-Executive Director in the Company as an Independent Director to hold office for a period of five consecutive years, not liable to retire by rotation, subject to consent by the Members of the Company at the Annual General Meeting ("AGM").

Ms. S. Subhashini was appointed as a non-executive director of the Company on 27/03/2015 and she is eligible for being appointed as an Independent Director. The Company has received a declaration from Ms. S. Subhashini confirming that she meets the criteria of independence as prescribed under the Act and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Ms. S. Subhashini is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given her consent to act as a Director of the Company.

In the opinion of the Board, Ms. S. Subhashini fulfills the conditions for her appointment as an Independent Director as specified in the Act and the Listing Regulations and she is independent of the management.

Smt. S. Subhashini is a Cost and Management Accountant having a decade of experience in handling Statutory Cost Audits and compliances of various Corporate, Special audits of Large Tax payers, Structuring of their costing modules and integration with ERP, process study, Indirect Taxation and transfer pricing. She is also an insurance professional having a decade of experience in public sector Insurance Company in underwriting,



claims and independently handled finalization of Divisional accounts. Smt. Subhashini's rich professional experience and background will be a valuable asset to the company.

Accordingly, the Board recommends the passing of the Ordinary Resolution as set out in the Item no.5 of the Notice for re-designation of Ms. S. Subhashini as an Independent Director, not liable to retire by rotation.

A copy of the draft letter of appointment for Independent Directors, setting out the terms and conditions for appointment of Independent Directors is available for inspection by the Members at the registered office of the Company during business hours on any working day and is also available on the website of the Company www.jumbobaglimited.com.

Except Ms. S. Subhashini, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.5.

Item No. 6

Pursuant to Companies Amendment Act, 2015 use of Common seal has been made optional for companies. The Company has to execute various agreements, documents etc. towards its business matters including for its trading business, borrowing purposes and other administrative necessities. In view of the same and to facilitate administrative convenience for execution of such documents on behalf of the Company it is proposed to alter the existing Articles of Association ("AOA") of the Company by removing the related clauses in AOA.

Pursuant to Sec 14 of the Companies Act, 2013, the said alteration can be effected only with the approval of Shareholders by passing a special resolution. Thus the Board recommends the resolution set forth in Item no. 6 for the approval of the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.6.

Articles of Association of the Company is available for inspection by the members at the AGM and it shall be so made available for inspection in physical form during normal business hours on working days at the Registered Office of the company at "S.K. Enclave", New No.4 (Old No.47), Nowroji Road, Chetpet, Chennai – 600 031.

AS PER REGULATION 36(3) OF SEBI LODR 2015 AND AS PER SECRETARIAL STANDARDS ON GENERAL MEETINGS INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/RE-APPOINTED IN ITEM NO. 2, 4 AND 5 IS GIVEN BELOW:

Name of Director	Sri. G.P.N Gupta	Ms. Renuka Mohan Rao	Ms. S. Subhashini
Date of Birth / Age	71	66	41
Qualification	Graduate in Commerce	Graduate in Law	Cost and Management Accountant
Experience	48 years	46 years	21 years
Terms and Conditions of Appointment	-	Appointed as independent Director of the Company for a period of 5 years with effect from 09.02.2017	Appointed as independent Director of the Company for a period of 5 years with effect from 30.05.2017
Date of First Appointment	29/11/1990	09/02/2017	27/03/2015
Expertise in specific General Functional area	Corporate Finance and General Management	Banking and General Business Management	Cost Accounting and General Management
Shareholding in the Company	115873	Nil	Nil
Relationship with other directors and KMP	Brother of G Radhakrishna, non-executive director in the Company	Nil	Nil
No. of Board meetings attended during FY17	6	2	6
List of outside Directorships held	1. STANPACKS (INDIA) LIMITED. 2. ANKUR LEARNING SOLUTIONS PRIVATE LIMITED	1. EQUITAS TECHNOLOGIES PRIVATE LIMITED	1. KENSPIRE ADVISORS PRIVATE LIMITED. 2. DRONA VENTURES INDIA PRIVATE LIMITED
Chairman / Member of the Committee of the Board of Directors of the Company	1. Audit Committee-Member 2. Stakeholders' Relationship Committee – Member 3. Share Transfer Committee - Member	1. Audit Committee-Member	Nil
chairman or member of the committee of directors of other public companies in which he or she is a director	<u>STANPACKS (INDIA) LIMITED</u> 1. Audit Committee-Member 2. Nomination and Remuneration committee – Member 3. Stakeholders' Relationship Committee – Member 4. Share Transfer Committee - Member	Nil	Nil

**DIRECTORS' REPORT**

To the Members,

Your Directors present their 27th Annual Report together with the audited statement of accounts of the Company for the financial year ended 31st March 2017.

FINANCIAL RESULTS:

(Rs in Lakhs)

PARTICULARS	2016-17	2015-16
SALES AND OTHER INCOME	9732.04	8436.70
PROFIT BEFORE INTEREST, DEPRECIATION & TAXES	707.85	582.29
INTEREST	433.02	511.83
DEPRECIATION	169.08	168.72
PROFIT/ (LOSS) BEFORE TAX	105.75	(98.26)
TAX EXPENSES	18.14	31.45
PROFIT/ (LOSS) AFTER TAX	87.61	(66.81)
PROFIT AVAILABLE FOR APPROPRIATION	87.61	(66.81)

OPERATIONS AND FINANCIAL PERFORMANCE:

Your Company has made a profit amounting to Rs. 87.61 Lakhs in the current year as against the loss of Rs. 66.81 Lakhs in the previous year. The consolidated revenue of your company has also increased by 15.35% at Rs. 97.32 Crores for the financial year ended 31st March 2017 compared to the revenue of Rs 84.37 crores in the previous year.

After three financial years of loss your company has recovered from the aftermath of the damage caused by the major fire accident in the financial year 2013-14. With the commercial production starting off at the new unit from the month of May 2017 onwards the performance of the Company is set to improve further. The Company has shifted the production that was outsourced to satellite units after the fire accident into this new unit and with this lost capacity in the accident has been added back.

Despite the fact that the manufacturing sector has been more sluggish in 2016 compared to 2015 due higher input cost and weaker domestic demand your company was able to put forward a better performance by achieving over 80% of the production targeted and also the sales turnover increasing by 13% in 2016-17 compared to the previous year.

With regard to the claims made with insurance companies on the fire accident happened in year 2013 your company pursued with them through various platforms to recover the claim amount. But with respect to fixed assets after the initial payment of Rs.173 lacs out of Rs.374 lacs by the insurance company there has been no further progress. The Company had raised some queries on the survey report and the need for its re-consideration, while the same was not taken up by the surveyor, and hence it has been decided by the management to file a plea for arbitration as a next course of action. On the claim on stocks which was repudiated by the insurance company, the company in response clarified all the issues raised for repudiating the claim and also took the same at all avenues available to have it resolved. Since the effort didn't provide the desired outcome now the management has decided to file a suit in the court of law and are confident that there is a strong case in companies favour.

With regard to the performance in the trading sector as a distributor for Indian Oil Corporation Limited the sales of the division has dropped by around 38% in the year 2016-17 compared to the previous year 2015-16. This was expected since the allocations for the Southern region has been reduced considerably over the period. However, there is a change in approach with the imminent commencement of the Paradip plant by IOCL in 2018 and the need to cater to this market in a better way, the allocations have improved to some extent in 2017-18 year.

DIVIDEND:

The Board of Directors have not recommended any dividend for the financial year ended 31st March 2017.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013:

For the financial year ended 31st March 2017, the Company has proposed to carry an amount of Rs.5.82 Lakhs to General Reserve Account.

COMMISSION RECEIVED BY DIRECTOR FROM HOLDING OR SUBSIDIARY COMPANY

The Company neither has any holding nor is any subsidiary company, therefore, disclosure under Section 197 (14) of the Companies Act, 2013 not applicable.

MATERIAL CHANGES AND COMMITMENTS:

Your Company has commenced a new manufacturing unit at Thiruvallur District in Tamil Nadu in the month of May 2017. The new unit will gradually take over the production outsourced to the satellite units. The unit will also enable reduction in the cost of production for the Company.

ANNUAL EVALUATION OF BOARD'S PERFORMANCE:

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance and the directors individually.

The Board was evaluated on various criteria including conducting of board meetings at regular intervals, Proper transaction of agenda items in the meeting, Co-ordination between independent Directors and other committees of board.

The Directors were individually evaluated on various criteria like Contribution to board discussion, maintaining confidentiality of important decisions taken at the Board, Communication with other Board members, adhering to Companies policies and procedures.

Pursuant to the provisions of the Companies Act, 2013 a Separate Meeting of Independent Directors was held during the year, in which the Independent Directors evaluated the performance of the non-independent Directors, the Board as a whole and the Chairman of the Company.

NUMBER OF MEETINGS OF BOARD AND AUDIT COMMITTEE:

The Board meets at regular intervals to discuss and decide on business strategies / policies and review the financial performances of the Company. The Board Meetings are pre-scheduled and a tentative annual calendar of the Board is circulated to the Directors well in advance to facilitate the Directors to plan their schedules. The details of number of board meetings and other committee meetings held during the Financial Year 2016-17 are as follows:

1. No. of Board Meetings: 6

30 th May 2016	9 th August 2016	23 rd September 2016
14 th November, 2016	9 th February 2017	29 th March, 2017

The interval between two Board Meetings was well within the maximum period mentioned under section 173 of the Companies Act, 2013, and SEBI Listing (Disclosures and Obligations Requirements) Regulations, 2015.

2. No. of Audit Committee Meetings: 4

30 th May 2016	9 th August 2016
14 th November, 2016	9 th February 2017

3. No. of Nomination & Remuneration Committee Meetings: 2

14 th November, 2016	9 th February 2017
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- Stakeholder Relationship Committee:

As required under Section 178(5) of the Companies Act, 2013, Stakeholders' Relationship Committee was constituted with Sri G Radhakrishna as the Chairman and Sri G P N Gupta as the member. There were no investors' grievances received and hence no meeting was held during the year.



- Share Transfer Committee:

The Committee oversees share transfers, share transmission, issue of duplicate share certificates etc. The Committee constitutes Sri G Radhakrishna as the Chairman and Sri G P N Gupta as the member. During the year the committee meeting was held on below dates.

No. of meetings: 6

09th July 2016	15th November 2016
5th December 2016	15th December 2016
10th February 2017	15th February 2017

DECLARATION OF INDEPENDENCE:

All independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 of the Companies Act, 2013 which has been relied on by the Company and placed at the Board Meeting of the Company. As required under Schedule IV of the Companies Act, 2013, the Independent Directors held a meeting on 9th February, 2017 without the attendance of the non-independent directors and members of the management.

NOMINATION AND REMUNERATION POLICY:

Pursuant to Section 178(3) of the Companies Act, 2013, the Board of Directors has framed a policy which lays down a framework in relation to remuneration of Directors, Key Managerial Personnel and Senior Management of the company. The policy also lays down the criteria for selection and appointment of Board Members. The Remuneration Policy is available on the website of the company.

Nomination & remuneration Policy:

In accordance with the Nomination and Remuneration Policy, the Nomination and Remuneration Committee has, inter alia, the following responsibilities:

1. The Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director.
2. The Committee shall identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
3. Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.
4. The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).
5. The remuneration/ compensation/ commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration/ compensation/ commission etc. shall be subject to the prior/ post approval of the shareholders of the Company and Central Government, wherever required.
6. Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Whole-time Director.
7. Where any insurance is taken by the Company on behalf of its Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.
8. The Non- Executive/ Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof provided that the amount of such fees shall not exceed Rs. One lakh per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.
9. Commission to Non-Executive/ Independent Directors may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

RISK MANAGEMENT:

Your Company has implemented a risk management policy into its system and the main objective of the policy is to ensure the effective identification and reporting of risk exposures, involvement of all departments and employees in risk management, to ensure continuous growth of business and protect all the stakeholders of the Company. With this in view your company is maintaining a strong risk management system through the process of internal audit.

Your Company periodically informs the Board of Directors about the risk assessment and minimization procedures. Company has a strong internal audit system in place covering various departments and the report of the audit with deviations if any are placed before the board for risk assessment, minimization and to take corrective steps. These audit scope are periodically reviewed to ensure that executive management controls risk through means of a properly defined framework.

AUDITORS:

M/s. M. Srinivasan & Associates, Chartered Accountant (Firm Registration No. 004050S), retires at the conclusion of the Annual General Meeting. The Board proposed to appoint J.V. Ramanujam & Associates (Firm Registration No. 002947S), as auditors of the company at the ensuing Annual General Meeting.

'Emphasis of Matter' of the Independent Auditors' Report:

We draw attention to Note No. 12 of Schedules forming part of accounts, forming part of the financial statements in respect of the status of the insurance claim which is self explanatory. Our opinion is not modified in respect of the matter.

Managements' Reply:

With respect to both the claims the Company has decided to seek legal course of action since all possible grievance redressal mechanisms has been exhausted. As far stock claim is concerned Management believes that there is strong case in favor of the Company and hence it has been decided to file a suit against the repudiation of the claim by the insurance company. With regard to claim against Machinery only part of the claim was accepted and paid by the insurance company and there is no response to the queries raised on the report of the surveyor. The Management believes that arbitration is the best way to resolve the claim for the unsettled portion and is filing a plea for arbitration. The accounts have already been appropriately dealt with and therefore no provisioning required to be made.

COST AUDIT:

Pursuant to notification of Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) amendment rules, 2014, the Company's product does not fall under the purview of Cost Audit.

SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed M/s Lakshmmi Subramanian & Associates, Practising Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the year 2016-17 is included as "Annexure [IV]" and forms an integral part of this Report.

There is no secretarial audit qualification for the year under review.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in Form MGT- 9 in accordance with Section 92(3) of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, are set out herewith as "Annexure [II]" to this Report.

RELATED PARTY TRANSACTIONS:

During the financial year 2016-17, your Company has entered into transactions with related parties as defined under Section 2(76) of the Companies Act, 2013 read with Companies (Specification of Definitions Details) Rules, 2014, which were in the ordinary course of business and on arms' length basis and in accordance with the provisions of the Companies Act, 2013, Rules issued thereunder. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

The details of the related party transactions as required under Accounting Standard – 18 are set out in Note to the standalone financial statements forming part of this Annual Report.



LOANS AND INVESTMENTS:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to financial statement.

VIGIL MECHANISM:

Your Company is committed to highest standards of ethical, moral and legal business conduct. Accordingly, the Board of Directors has formulated a Whistle Blower Policy which is in compliance with the provisions of Section 177 (10) of the Companies Act, 2013. The policy provides for a framework and process whereby concerns can be raised by its employees against any kind of discrimination, harassment, victimization or any other unfair practice being adopted against them. The policy has been uploaded in the website of the Company at www.jumbobaglimited.com.

AUDIT COMMITTEE RECOMMENDATION:

During the year all the recommendations of the Audit Committee were accepted by the Board. Pursuant to Section 177(8) of the Companies Act, 2013, the Composition of Audit Committee is given as under:

COMPOSITION OF AUDIT COMMITTEE:

The Composition of the Audit Committee as on 31st March 2017 is as follows:

- Sri K J M Shetty – Chairman cum Member
- Sri M V Ananthakrishna – Member
- Sri G P N Gupta – Member
- Sri. M Rama Rao – Member

Secretary of the Company shall be the Secretary of the Committee. Ms. Renuka Mohan Rao (DIN: 07542045) Independent Director in the Board has been appointed as the member of Audit Committee with effect from 30.05.2017.

FIXED DEPOSITS

The company has not accepted any deposits from the public during the period 2016-2017 within the meaning of Sections 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014. All the outstanding deposits were repaid along with interest without any default and as such, there are no outstanding at the end of the year.

INTERNAL COMPLAINTS COMMITTEE:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee ("ICC") has been set up to redress the complaints received regarding sexual harassment. All employees are covered under this policy. No Complaints were received and disposed off during the year under review.

Further, in the meeting held on 27th April, 2017, the Board has approved the reconstitution of the Committee with the following members:

Head Office:

1.	Ms. Meena Vijayaraghavan	Presiding Officer
2.	Ms. Rathi Kumari	Independent Member
3.	Sri R. Pramod Kumar	Member
4.	Ms. Chitra	Member

Ponneri & Athipedu Units

1.	Ms. Chitra	Presiding Officer
2.	Ms. Rathi Kumari	Independent Member
3.	Sri R. Pramod Kumar	Member
4.	Ms. Chandrakala N	Member

CORPORATE GOVERNANCE:

The disclosures as required under proviso IV in Part II, Section II of Schedule V of the Companies Act, 2013 with regard to appointment of Whole-time Director & Chief Financial Officer are set out in detail in form MGT 9 – Extract of the Annual Return.

As prescribed under the provisions of Regulation 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015, your Company does not fall under the purview of complying with the provisions of Corporate Governance. During the year, with the approval of Board of Directors, your Company has informed the non-applicability provision to the Bombay Stock Exchange.

Since, the provision of Corporate Governance is not applicable for the entire Financial Year 2016-17, a separate report of Corporate Governance is not disclosed in the Annual Report 2016-17.

LISTING FEES:

The Company confirms that it has paid the annual listing fees for the year 2017-18 to the Bombay Stock Exchange.

CLOSURE OF REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS:

The Register of Members and Share Transfer books of the company will be closed with effect from 2nd September, 2017 to 8th September, 2017 (both days inclusive).

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3)(C) of the Companies Act, 2013, the Directors confirm that:

- In the preparation of the annual accounts for the financial year ended 31st March, 2017, the applicable accounting standards and Schedule III of the Companies Act, 2013, have been followed and there are no material departures from the same;
- 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 your Company as at 31st March, 2017 and of the statement of profit and loss of the Company for the financial year ended 31st March, 2017;
- Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The annual accounts have been prepared on a 'going concern' basis;
- Proper internal financial controls laid down by the Directors were followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- Proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

PERSONNEL:

None of the employees of the Company drew remuneration which in the aggregate exceeded the limits fixed under Section 134(3)(q) read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

REMUNERATION RATIO OF THE DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP) / EMPLOYEES:

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company and Directors is furnished hereunder:

S. No	Name	Designation	Remuneration paid FY 2016-17	Remuneration paid FY 2015-16	Increase in remuneration from previous year	Ratio / times per median of employee remuneration
1	G.S. Anilkumar	Managing Director	14.42	14.18	0.24	8.70
2	G.P.N. Gupta	Whole-time Director Cum CFO	12.00	22.65	-10.65	7.24



3	G.P. Ramraj	Whole Director & CFO	9.13	13.50	-4.37	5.5
4	**R. Kavitha	Company Secretary	2.77	0.40	-	-
5	**R. Pramod Kumar	Company Secretary	1.40	-	-	-

Note:

1. The remuneration payable to the KMP / Whole time directors are in accordance with the Industry and Geographical standards and as per the Remuneration policy of the Company.
2. The percentage increase in the median remuneration of employees in the financial year is 10.5%.
3. The number of permanent employees on the rolls of company as on 31st March 2017 is 234.
4. The average increase in salaries of employees other than managerial personnel in 2016-17 was 15.8%.
5. No remuneration is paid to the Independent Directors of the Company other than the sitting fees of Rs.10,000/- for attending Board / Committee Meetings. The details of sitting fees paid to the Directors are set out in Extract of Annual Return (Annexure II)
6. *Sri. GP Ramraj Whole Director & CFO resigned from the Directorship of the Company with effect from 14 November, 2016.
7. **Ms. R Kavitha, Company Secretary resigned from the services of the Company with effect from 15 December, 2016. Mr. R. Pramod Kumar was appointed as the Company Secretary with effect from 1 December, 2016. Accordingly, the disclosures with respect to median and increase in remuneration is not made.

CONSERVATION OF ENERGY AND TECHNOLOGY OBSORPTION:

The information on conservation of energy, technology absorption as stipulated under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, is set out herewith as "Annexure [III]" to this Report.

SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS:

During the year, the Company has not received any significant and material orders passed by the Regulators or courts or tribunals which would affect the going concern status of the Company and its future operations.

INTERNAL FINANCIAL CONTROLS:

The company has in place Internal Financial Control system, commensurate with size & complexity of its operations to ensure proper recording of financial and operational information & compliance of various internal controls & other regulatory & statutory compliances. During the year under review, no material or serious observation has been received from the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

The Internal Audit monitors and evaluates the efficacy and adequacy of internal control system in the company, its compliance with operating systems, accounting procedures and policies at all locations of the company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to Board.

PARTICULARS OF EMPLOYEES

There are no employees falling within the provisions of section 197 of the Companies Act, 2013 read with Rule 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

INDUSTRIAL RELATIONS:

The industrial relations in respect of all other manufacturing facilities and divisions of your Company are normal. Your company determines to take the relationship with the workers at cordial levels and is committed to provide necessary support for the welfare of its staff.

SOCIAL RESPONSIBILITY:

Integration of social, environmental, ethical and human rights makes an enterprise meet the fullest level of social responsibility. Keeping this in mind, Jumbo Bag Limited commits itself to the environment by meeting the environmental regulation, best utilization of natural resources and creating awareness on prevention of pollution through training and communication.

Your company continues to support Gorantla Ramalingaiah Vivekananda Vidyalaya in various ways. This school has strength of over 1100 students at present and many employees' children are enjoying the benefits of concessional fees studying in the above-mentioned school.

CAUTIONARY STATEMENT

Shareholders and Readers are cautioned that in the case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness though the same are based on sources believed to be reliable. Utmost care has been taken to ensure that the opinions expressed by the management herein contain its perceptions on the material impacts on the Company's operations, but it is not exhaustive as they contain forward-looking statements which are extremely dynamic and increasingly fraught with risk and uncertainties. Actual results, performances, achievements or sequence of events may be materially different from the views expressed herein

ACKNOWLEDGEMENT:

Your Directors place on record their appreciation for the continued co-operation, support and assistance extended to the Company by Government of India, Government of Tamil Nadu, State Bank of India & State Bank of Hyderabad and the Shareholders.

Your Directors also place on record their appreciation for the continued and dedicated performance and commitment by Officers and Staff of the Company

For and on behalf of the Board

Place: Chennai
Date : 30.05.2017

K.J.M. SHETTY
Chairman



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

ANNEXURE - I

WORLD ECONOMIC CONDITIONS:

World economy expanded by just 2.2 per cent in 2016, the slowest rate of growth since the Great Recession of 2009 and the world gross product is projected to grow by 2.7 per cent in 2017 and 2.9 per cent in 2018 as per the World Economic Situation and Prospects (WESP) 2017. The moderate improvement expected for 2017/18 is more an indication of economic stabilization than a signal of a robust and sustained revival of global demand. As commodity prices trend higher, commodity-exporting economies are likely to see some recovery in growth. Developing countries continue to be the main drivers of global growth, accounting for about 60 per cent of the world's gross product growth in 2016-17. East and South Asia remain the world's most dynamic regions, benefiting from robust domestic demand and supportive macroeconomic policies.

The prolonged weak investment as a major cause of the slowdown in global growth. Many economies have experienced a marked downturn in private and public investment in recent years, particularly in the oil and extractive industries. In commodity-exporting countries, Governments have curtailed much-needed public investment in infrastructure and social services, in response to sharp revenue losses. At the same time, labour productivity growth has slowed markedly in most developed economies and in many large developing and transition economies.

The global outlook faces significant uncertainties and risks. A high degree of uncertainty is identified in the international policy environment and elevated foreign currency-denominated debt levels as key downside risks that may derail the already modest global growth prospects. In the context of a challenging economic and financial environment, a more balanced policy approach is required to not only restore a healthy medium-term growth trajectory, but also to achieve greater progress on sustainable development.

INDIAN ECONOMIC CONDITIONS:

As per the Economic and Social Survey for Asia and The Pacific 2017 (ESCAP) the rate of India's economic growth moderated to 7.1 per cent in 2016 from 7.6 per cent in 2015. The manufacturing sector was more sluggish in 2016 relative to 2015 owing to weaker domestic demand, rising input costs and subdued bank credit. Fixed investment continued to contract as stressed corporate balance sheets suppressed firms' appetite for additional spending. Overall, the still rapid output growth in 2016 benefited from a modest recovery in agriculture due to an improved monsoon season and robust growth in public administration following public sector salary increases.

The unexpected withdrawal of the two largest denomination currency notes in November 2016 and their subsequent replacement with new currency, a process known as demonetization, weighed down economic conditions in late 2016 and early 2017. Economic growth is projected to be stable at 7.1 per cent in 2017 before edging up to 7.5 per cent in 2018, underpinned by higher private and public consumption and increased infrastructure spending.

Notwithstanding its short-term disruptions, one of the medium-term benefits of the demonetization that took place was to help expand banking sector liquidity. The country's medium-term economic development will also benefit from recent reforms that are aimed at easing domestic supply bottlenecks, such as the implementation of the goods and services tax, amendment of a bankruptcy law and opening up of the pharmaceuticals, defence and civil aviation sectors.

PACKAGING AND FIBC INDUSTRIAL TREND:

Market research analysts predict that the flexible intermediate bulk container (FIBC) market will grow steadily during the next four years and in terms of units, will post a CAGR of more than 6% by 2021. The analysts also identify the constantly increasing demand for FIBC containers from diverse sectors as one of the primary growth factors for this market. It has been observed that the growth of the industries including food and horticulture due to the increase production and trade of horticulture products and chemicals, have boosted the demand for flexible bulk packaging. Additionally, the low-cost of shale gas, that is used as a major feedstock for the manufacturing chemicals, is inducing players in the chemical and fertilizer sectors to enhance the production of chemicals, which also increases the demand for FIBC bags. Moreover, the increased need to reduce the overall weight of bulk packaging and transporting materials will also drive the demand for FIBC containers in several other industrials sectors.

During 2016, the chemical industry accounted for the major shares and dominated this market. The robust growth of the chemical industry due to the increasing demand from the developing economies across the

globe and the rise in the adoption of flexible packaging will be major factors that will fuel the growth of the market in the chemical industry in the coming years.

It is estimated that in terms of geographical regions, the Americas will be the major revenue contributor to the flexible bulk container market throughout the forecast period. This mainly attributed to the rising demand for bio-based FIBCs and new innovative products.

STRENGTHS AND OPPORTUNITIES:

The intense competition with many enterprises fighting for a share in market demands competitive pricing and quality in the product to survive and your company is able to grow under this challenging conditions as result of expertise from decades of experience in the market, quality improvements, innovation, better pricing and servicing of customers and the ability to meet the demand from market. The requirement of FIBC bags from diverse sectors like food and horticulture, chemical and fertilizer, construction is expected to increase the Market demand in coming years making the market even more competitive. The beginning of commercial production in the new unit of the Company in Thiruvallur District in Tamil Nadu is being a step towards this direction. Further the new unit will enable reduction in cost of production in comparison to outsourcing thereby improving company's competitiveness in the market.

WEAKNESS AND THREATS:

Volatility in Raw Material prices: However, at the same time, the prices of polypropylene and polyethylene are fluctuating. This can adversely affect the growth of the bulk container packaging industry as these two products are used in the manufacture of bulk container packaging.

Availability of labour: There is tremendous shortage of manpower and being a labour intensive industry it has the potential to affect production. However, management has adequate systems in place to constantly monitor manpower requirement, provide internal training and is also introducing new initiatives to reduce attrition rates.

Competition Threats: Though your company is well positioned in the market, yet it is exposed intense competition from other large and small organizations which could put pressure on market share and margins

SEGMENT WISE PERFORMANCE:**Manufacturing:**

The company is primarily engaged in the business of manufacture and sale polymer-based woven bags. It also deals in trading of raw materials to further enhance its performance. The performance of your company in the financial year has been very encouraging with the achievement of higher productivity and turnover compared to the previous year, the increased sales turnover has been from both domestic and export markets. The productivity of the Company is expected to improve further with the new unit in Thiruvallur District in Tamil Nadu starting the commercial production which will enhance price competitiveness and delivery schedules to the customers

Trading:

Your company had been appointed as the Del – Credere Associate cum Consignment Stockist (DCA/ CS) of Indian Oil Corporation Limited for Tamil Nadu, Pondicherry and Kerala in the year 2009. The performance of trading division is encouraging. This division continues to contribute to the profitability of the company.

With regard to future outlook of the division while supply of materials to the southern market has declined over a period of time, commencing of Paradeep Plant by IOCL in a year or so is likely to increase the same which would provide us an opportunity to enhance our volumes considerably from 2018 onwards

Financial Performance:

The Financial and Operational performance of the Company are on growing trend and details of the same are mentioned in the Financial Statements as well as Board report

Internal Control System:

Your Company has a well-established internal control system, which is commensurate with the size and nature of its business and complexity of its operations. The Company has an internal audit function which conducts regular internal audits to examine the adequacy and compliance with policies, plans and statutory requirements. The Management duly considers and takes appropriate action on the recommendations made by the Statutory Auditors, Internal Auditors and the Audit Committee of the Board of Directors.



Material developments in Human Resources / Industrial Relations front, including number of people employed.

We believe that our employees are key contributors to our business success. We focus on attracting and retaining the best possible talent. The Company is committed to provide necessary training development programmes to imbibe necessary skills required within the employees. The management of the Company enjoys cordial relations with its employees at all levels.

Risks and Concerns

The raw material used by the Company is oil based. Price volatility in the market is an area of concern. Risks arise also due to fluctuation in foreign exchange market. The Company has a well defined Policy for Risk Mitigation on foreign exchange by adopting hedging strategies.

Future Outlook:

Driven by the requirement for FIBC bags with growth of various industries like food, horticulture and chemical and the need for lightweight, user-friendly, sustainable and enhanced packaging options your company has the potential to grow further in both domestic as well as international market.

Cautionary Statement:

Statements contain in this report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. The actual results may differ materially from those expressed in this statement because of many factors like economic condition, availability of labour, price conditions, domestic and international market, etc.

For and on behalf of the Board

Place: Chennai
Date : 30.05.2017

K.J.M. SHETTY
Chairman
DIN: 00033296

ANNEXURE II
EXTRACT OF ANNUAL RETURN
FORM MGT 9

(Pursuant to Section 92 (3) of the Companies Act, 2013 and
Rule 12(1) of the Companies (Management & Administration) Rules, 2014)
Financial Year ended on 31.03.2017

I. REGISTRATION AND OTHER DETAILS:

CIN	L36991TN1990PLC019944
Registration Date	29.11.1990
Name of the Company	Jumbo Bag Limited
Category / Sub-Category of the Company	Company Limited by shares / Indian Non-Government Company
Address of the Registered office and contact details	"S.K.Enclave", No.4, Nowroji Road, Chetpet, Chennai – 600 031 Ph: 044 26452325
Whether listed company	Yes (Listed in BSE)
Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s.Cameo Corporate Services Ltd No.1, Club House Road, Mount Road, Chennai – 600 002

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S. No.	Name and Description of main products/ services	NIC Code of the Product/service	% to total turnover of the company
1	Flexible Intermediate Bulk Container	63053200	93.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No.	Name and address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
NIL					

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):****i) Category-wise Share Holding:**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	1006297	0	1006297	12.02	1006597	0	1006597	12.02	0.00
b) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corp	2632200	0	2632200	31.43	2632200	0	2632200	31.43	0.00
e) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any other	0	0	0	0.00	0	0	0	0	0.00
Sub-total	3638497	0	3638497	43.45	3638797	0	3638797	43.46	0.01
(A) (1):									
(2) Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A)(2):	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter(A)= (A)(1)+(A) (2)	3638497	0	3638497	43.45	3638797	0	3638797	43.46	0.01
B. Public Shareholding									
1.Institutions									
a) Mutual Funds	0	15600	15600	0.19	0	15600	15600	0.19	0.00
b) Banks/FI	100	0	100	0.00	100	0	100	0.00	0.00
c) Central Government	0	0	0	0.00	0	0	0	0.00	0.00
d) State Government(s)	0	0	0	0.00	0	0	0	0.00	0.00
e)Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f)Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g)FIIs	0	0	0	0.00	0	0	0	0.00	0.00
h)Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i)Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B) (1):	100	15600	15700	0.19	100	15600	15700	0.19	0.00

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	120463	5600	126063	1.51	114456	5600	120056	1.43	(0.08)
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.2,00,000	2236241	766088	3002329	35.85	2155208	760488	2915696	34.82	(1.03)
ii) Individual shareholders holding nominal share capital in excess of Rs.2,00,000	1275200	150000	1425200	17.02	1373779	150000	1523779	18.20	1.18
c) Others :									
i) Clearing Members	601	0	601	0.01	900	0	900	0.01	0.00
ii) Hindu Undivided Families	143143	0	143143	1.71	136630	0	136630	1.63	(0.08)
iii) Non-Resident Indians	4667	17500	22167	0.26	4642	17500	22142	0.26	0.00
Sub-total (B) (2):	3780315	939188	4719503	56.36	3785615	933588	4719203	56.35	(0.01)
Total Public Shareholding (B) = (B) (1)+(B)(2)	3780415	954788	4735203	56.55	3785715	949188	4734903	56.54	(0.01)
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	7418912	954788	8373700	100.00	7424512	949188	8373700	100.00	0.00



ii) Shareholding of Promoters

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledge/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledge/encumbered to total shares	
1	Balaji Trading Enterprises Private Limited	2632200	31.43		2632200	31.43	0.00	0.00
2	G.P.N.Gupta	115873	1.38		115873	1.38	0.00	0.00
3	G.Radhakrishna	99495	1.19		100495	1.20	0.00	0.01
4	Dr.Gaddam Kumar Reddy	75230	0.90		75230	0.90	0.00	0.00
5	G.S.Anilkumar	32550	0.39		32550	0.39	0.00	0.00
6	G.P.Ramraj	33500	0.40		33500	0.40	0.00	0.00
7	G.Sudhakar	50100	0.6		49400	0.59	0.00	(0.01)
8	G.V.Balaji	40500	0.48		40500	0.48	0.00	0.00
9	G.V.Gopinath	28000	0.33		28000	0.33	0.00	0.00
10	G.V.Jayalakshmi	88250	1.05		88250	1.05	0.00	0.00
11	G.S.Jwala	6000	0.07		6000	0.07	0.00	0.00
12	G.R.Latharani	72500	0.87		72500	0.87	0.00	0.00
13	G.S.Rajasekar	51550	0.62		51550	0.62	0.00	0.00
14	G.P.Ravichandran	25100	0.30		25100	0.30	0.00	0.00
15	G.S.Sarojini	50750	0.61		50750	0.61	0.00	0.00
16	G.R. Mahalakshmi	20004	0.24		20004	0.24	0.00	0.00
17	G.R.Pragathi	48100	0.57		48100	0.57	0.00	0.00
18	G.S.Sridhar	31550	0.38		31550	0.38	0.00	0.00
19	G.S.Srinivas	31550	0.38		31550	0.38	0.00	0.00
20	G.V.Chalapathi	12800	0.15		12800	0.15	0.00	0.00
21	G.B.Rachitha	6667	0.08		6667	0.08	0.00	0.00
22	G.Sangeetha	19167	0.23		19167	0.23	0.00	0.00
23	G.S.Vijayalakshmi	6000	0.07		6000	0.07	0.00	0.00
24	G.R.Reena	6000	0.07		6000	0.07	0.00	0.00
25	G.A.Nandini	6000	0.07		6000	0.07	0.00	0.00
26	G.Ahalya	29900	0.36		29900	0.36	0.00	0.00
27	G.V.Satish Kumar	18161	0.22		18161	0.22	0.00	0.00
28	G.R.Achyutha	1000	0.01		1000	0.01	0.00	0.00

(iii) Change in Promoters' Shareholding

S.No.	Name of the Promoter	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	SUDHAKAR G				
	At the beginning of the year	50100	0.6	50100	0.6
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	03.03.2017 Transfer 700	(0.01)	700	0.01
	At the End of the year	49400	0.59	49400	0.59
2	RADHAKRISHNA G				
	At the beginning of the year	99495	1.19	99495	1.19
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	17.03.2017 Purchase 1000	0.01	1000	0.01
	At the End of the year	100495	1.2	100495	1.2



(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Name of the Top 10 Shareholders	Shareholding at the beginning of the year			Cumulative Shareholding during the year			
		No. of shaares	% of total shares of the company	Date of Purchase/ Sale	Increase/ Decrease in Shareholding	Reason	No. of shares	% of total shares of the company
1	Mukesh Kanooga S	111216	1.33	01.07.2016	-1	Sale	111215	0.013
				08.07.2016	-4015	Sale	107200	1.28
				02.09.2016	3639	Purchase	110839	1.32
				09.09.2016	3611	Purchase	114450	1.37
				15.09.2016	2559	Purchase	117009	1.40
				16.09.2016	602	Purchase	117611	1.40
				23.09.2016	10600	Purchase	128211	1.53
				30.09.2016	2861	Purchase	131072	1.56
				07.10.2016	8836	Purchase	139908	1.67
				14.10.2016	765	Purchase	140673	1.68
				21.10.2016	-1	Sale	140672	1.68
				04.11.2016	-536	Sale	140136	1.67
				11.11.2016	1240	Purchase	141376	1.69
				18.11.2016	29298	Purchase	170674	2.03
				25.11.2016	1833	Purchase	172507	2.06
				09.12.2016	1925	Purchase	174432	2.08
				16.12.2016	-360	Sale	174072	2.08
				23.12.2016	-6	Sale	174066	2.08
				30.12.2016	-1	Sale	174065	2.08
				06.01.2017	-363	Sale	173702	2.07
2	DR Sheela Swamy	212262	2.53				212262	2.53
3	Kamal Kumar Keshwani	162128	1.94				162128	1.94
4	Mita Dipak Shah	51934	0.62				125882	1.50
5	Muralidhar G	117075	1.4		500	Sale	116575	1.39
6	T V Subba Rao	95000	1.13				95000	1.13
7	Subramanian P	0	0	14.10.2016	71600	Purchase	71600	0.86
8	Ravikant Chowdhary	64548	0.77				64548	0.77
9	Ramswarup Gorantla M	50500	0.60				50500	0.60
10	M V Chandrashekar	44014	0.53				44014	0.53

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Directors and Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sri G.P.N.Gupta				
	At the beginning of the year	115873	1.38	115873	1.38
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	115873	1.38	115873	1.38
2	Sri G.S.Anil Kumar				
	At the beginning of the year	32550	0.39	32550	0.39
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	32550	0.39	32550	0.39
3	Sri G.Radhakrishna				
	At the beginning of the year	99495	1.19	99495	1.19
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	17.03.2017 Purchase 1000	0.01	-	-
	At the End of the year	100495	1.2	100495	1.2
4	Sri. Gaddam Kumar Reddy				
	At the beginning of the year	75230	0.90	75230	0.90
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	75230	0.90	75230	0.90



V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs. in lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	4896.34	237.35	34.05	5167.74
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	4896.34	237.35	34.05	5167.74
Change in Indebtedness during the financial year				
· Addition	338.75	-	-	338.75
· Reduction	-25.75	-53.50	-34.05	-113.3
Net Change	313.00	-53.50	-34.05	225.45
Indebtedness at the end of the financial year				
i) Principal Amount	5209.34	-	-	5393.19
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	5209.34	183.85	-	5393.19

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTORS AND/OR MANAGER:

(Rs. in lakhs)

S. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Sri G.P.N.Gupta	Sri G.S.Anil Kumar	Sri G.P.Ramraj	
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12.00	13.34	8.35	33.69
	(b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961	0.00	0.00	0.15	0.15
	(c) Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961	0.00	0.00	0.00	0.00
2.	Stock Option	0.00	0.00	0.00	0.00
3.	Sweat Equity	0.00	0.00	0.00	0.00
4.	Commission				
	- as % of profit	0.00	0.00	0.00	0.00
	- others				
5.	Others – Retirement Benefits	0.00	1.08	0.63	1.71
	Total (A)	12.00	14.42	9.13	35.55
	Ceiling as per the Act	42.00	42.00	42.00	-

B. REMUNERATION TO OTHER DIRECTORS:

(Rs. in lakhs)

S. No.	Particulars of Remuneration	Name of Directors					Total Amount
	1. Independent Directors	Sri K.J.M. Shetty	Sri M.V. Ananthakrishna	Sri M. Rama Rao	Sri Gaddam Kumar Reddy	Smt. Renuka Mohan Rao	
	• Fee for attending board/committee meetings	0.60	1.20	0.30	0.10	0.20	2.40
	• Commission	-	-	-	-	-	-
	• Others	-	-	-	-	-	-
	Total (1)	0.60	1.20	0.30	0.10	0.20	2.40
	2. Other Non-Executive Directors	Sri G.Radhakrishna	Smt. S Subhashini				
	• Fee for attending board/committee meetings	1.40	-	-	-	-	2.00
	• Commission	-	0.60	-	-	-	-
	• Others	-	-	-	-	-	-
	Total (2)	1.40	0.60		-	-	2.00
	Total (B)=(1+2)	-	-		-	-	4.40
	Total Managerial Remuneration (A+B)	-	-		-	-	39.95
	Overall Ceiling as per the Act						-

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD:

(Rs. in lakhs)

S.No.	Particulars of Remuneration	Key Managerial Personnel	
		CS	Total
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0.90	
	(b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961	0.50	
	(c) Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961		
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission	-	-
	- as % of profit		
	- others		
5.	Others	-	-
	Total	1.40	-

*- the present company secretary was appointed w.e.f. 1st December, 2016 (remuneration of previous Company Secretary for the FY 2016-17 was Rs. 2.77 lakhs)

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

ANNEXURE III

INFORMATION UNDER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013, READ WITH THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014**A. CONSERVATION OF ENERGY**

Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance and distribution systems and through improved operational techniques.

Jumbo Bag Limited is always looking for an opportunity to save the energy and every available opportunity is utilized. The Total energy consumption per unit of production is as follows:-

S.No	Particulars	2016-17	2015-16
A	Power and Fuel Consumption		
1	Electricity		
	(a) Purchased:		
	Unit	4990322	3979792
	Total amount	35574264	35542517
	Rate/unit	7.13	8.93
	(b) Own generation:		
	(i) Through diesel generator		
	Unit	117851	139904
	Unit per liter of Diesel oil	2.94	2.67
	Cost/unit	18.04	18.21
	Diesel (in liters)	40069	52329

B. RESEARCH AND DEVELOPMENT (R&D)

S.No	Particulars	2016-17	2015-16
A	Expenditure on R & D:	(Rupees in lakhs)	
B	Capital Expenditure	Nil	Nil
C	Revenue	-	-
	Total	-	-
D	Total R&D expenditure as a percentage of total turnover	-	-

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

S.No	Particulars	2016-17	2015-16
A	Foreign exchange outgo:	(Rupees in lakhs)	
B	C.I.F Value of Imports	582.31	381.89
C	Travel	1.29	6.86
	Commission (paid for previous yrs. liability)	NIL	18.50
D	Testing charges	1.86	1.27
	Total	585.46	408.52
	Foreign exchange Earned		
	F.O.B. Value of Exports	4775.36	4428.43

For and on behalf of the Board

Place: Chennai
Date : 30.05.2017

K.J.M. SHETTY
Chairman



ANNEXURE IV SECRETARIAL AUDIT REPORT

for the financial year ended 31.03.2017

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To the Members

Jumbo Bag Limited
S.K. Enclave, New No. 4 (Old No.47)
Nowroji Road, Chetpet,
Chennai - 600 031

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Jumbo Bag Limited (hereinafter called the company). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2017, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Jumbo Bag Limited ("the Company") for the financial year ended on 31st March, 2017 according to the provisions as applicable to the Company during the period of audit:

- i. The Companies Act, 2013 (the Act) and the rules made there under and the Companies Act, 1956 to the extent applicable;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and the Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015;
 - c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- v. The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi. Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.
- vii. In our opinion and as identified and informed by the Management, the company has no specific laws applicable since it is engaged in manufacturing of bags and other allied products except the following identified by the management
 1. Indian Boilers Act, 1923 and Rules made thereunder
 2. The Petroleum Act, 1934 and Rules and Regulations Made thereunder
 3. Hazardous waste (Management, Handling and Transboundary Movement) Rules, 2008

4. Water (Prevention and Control of Pollution) Act, 1974 and Rules made thereunder
5. Air (Prevention and Control of Pollution) Act, 1981 and Rules made thereunder
6. Environment (Protection) Act, 1986 and Rules made thereunder
7. Legal Metrology Act, 2009 and Rules made thereunder

It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines.

We further report that there were no actions/events in the pursuance of

- a) The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014 and the Employees Stock Option Scheme, 2007 approved under the provisions of the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009
- c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- e) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

requiring compliance thereof by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives during the conduct of the audit, in our opinion, with regard to point (vii) above, the company has adequate systems and processes to monitor and ensure compliance with other applicable general laws viz., Industrial Laws, Environmental, Human Resources and labour laws, including the following laws:

1. Employees Provident Fund and Miscellaneous Provisions Act, 1952
2. Employees' State Insurance Act, 1948
3. The Contract Labour (Regulation & Abolition) Act, 1970
4. The Factories Act, 1948
5. The Industrial Disputes Act, 1947
6. The Industrial Employment (Standing Orders) Act 1946
7. The Workmen's Compensation Act, 1923 & Rules
8. Payment of Gratuity Act 1972 & Rules
9. The Payment of Bonus Act, 1965
10. The Minimum Wages Act, 1948
11. The Maternity Benefit Act, 1961
12. Apprentices Act, 1961

We further report, that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by statutory financial auditor and other designated professionals.

We further report that:

The Board of Directors of the Company is well constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were changes in the composition of the Board of Directors during the period under review.

Notices is given to all directors to schedule the Board meetings, agenda and detailed notes on agenda were delivered and a system exists for seeking and obtaining further information and clarifications on the agenda



items before the meeting and for meaningful participation at the meeting.

All decisions at the Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that during the audit period no the following event has occurred, which has a major bearing on the Company's affairs:

- A new unit has been set up at Peruvoyal Village, Thiruvallur District, Tamilnadu and has commenced operations from May 17, 2017.

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Lakshmmi Subramanian

Senior Partner

FCS No. 3534

C.P.NO. 1087

Place: Chennai

Date: 30.05.2017

ANNEXURE - A

To the Members

Jumbo Bag Limited
S.K. Enclave, New No. 4 (Old No.47)
Nowroji Road, Chetpet,
Chennai - 600 031

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.,
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on a random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Lakshmmi Subramanian

Senior Partner

FCS No. 3534

C.P.NO. 1087

Place: Chennai

Date: 30.05.2017



INDEPENDENT AUDITORS' REPORT

To the Members of Jumbo Bag Limited

Report on the Financial Statement

We have audited the accompanying (Standalone) financial statements of Jumbo Bag Limited ("the Company") which comprise the Balance Sheet as at March 31, 2017 the Statement of Profit and Loss, 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 Statement

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (Standalone) 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

Our responsibility is to express an opinion on these (Standalone) financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 on the (Standalone) financial statements.

Opinion

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

- A) In the case of the Balance Sheet, of the state of affairs of the Company as on March 31, 2017;
- B) In the case of the Statement of Profit & Loss, of the profit of the Company as on March 31, 2017;
- C) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date

Emphasis of Matters:

We draw attention to Note no.12 to notes forming part of the financial statements in respect of the status of the insurance claim which is self explanatory. Our opinion is not modified in respect of this matter.

Report on the other Legal and regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. 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;
 - d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company as on 31 March 2017.
 - iv. The company has provided requisite disclosures in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November 2016 to 30th December 2016 and these are in accordance with the books of accounts maintained by the company. Refer note no 24 to Notes forming part of financial statements.

For M.SRINIVASAN & ASSOCIATES
Chartered Accountants
FRN No-004050S

Place : Chennai
Date : 30.05.2017

M. SRINIVASAN
Partner, M.No.022959

**ANNEXURE A" TO INDEPENDENT AUDITORS' REPORT****Statement of matters specified in Para 3 & 4 of the order referred to in sub section(11) of section 143**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2017:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- (b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of Cost Records under sub-section (1) of Section 148 of the Act.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of sales tax including value added tax and duty of excise as at 31st March of 2017 which have not deposited on account of a dispute, are as follows:

1. EXCISE DUTY/ SERVICE TAX:

SI No.	Description	Demand (including penalty) Rs. in Lacs	Amount not provided	Present status
1.1	Whether Value of Deemed Export shall be considered for Arriving At DTA Sale Eligibility(Difference Of Duty For Disallowed Deemed Export Portion	12.69	12.69	Appeal pending with Supreme Court

SI No.	Description	Demand (including penalty) Rs. in Lacs	Amount not provided	Present status
1.2	Advance release order (ARO)-non-payment of CVD.	26.55	26.55	Case remanded in Tribunal
1.3	Third Party Export On Payment Of Duty Refund Sanctioned & Duty Demanded	2.77	2.77	Appeal filed in the High Court at Chennai on 6/7/2011
1.4	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.18	0.18	Appeal filed with Cesat based on previous Order passed by CESAT in our favour
1.5	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.06	0.06	Appeal filed with Cesat based on previous Order passed by CESAT in our favour
1.6	Rebate Claim Original Docs Missed-Unit-2	3.55	3.55	Case closed & Order passed in our favor , but Dept has filed review petition before The Secretary, Government Of India
1.7	Cenvat Credit of Service Tax Of Fumigation services-Unit-2	0.12	0.12	Appeal filed with Cesat based on previous Order passed by CESAT in our favour
1.8	Cenvat Credit of Service Tax of Fumigation services-Unit-1	0.11	0.11	Case is closed with the Order passed in our favour.
	TOTAL	46.03	46.03	

2. INCOME TAX:

SI No.	Description	AY	Demand (including Penalty lacs)	Present Status
2.1	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2005-2006	39.85	Appeal made with CIT
2.2	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2006-2007	16.24	Appeal made with CIT
2.3	Notice u/s 143/(3) dt 14.03.14 – AY 2011-12	2011-2012	53.38	Appeal made with CIT
	TOTAL		109.47	

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institution or debenture holders.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. According to the information and explanations given by the management, term loans were applied for the purpose for which the loans were obtained.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.



- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Sec 192 of the Companies Act 2013.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For **M.SRINIVASAN & ASSOCIATES**

Chartered Accountants

FRN No-004050S

Place : Chennai

Date : 30.05.2017

M. SRINIVASAN

Partner, M.No.022959

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Jumbo Bag Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Jumbo Bag Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial



reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For **M.SRINIVASAN & ASSOCIATES**

Chartered Accountants

FRN No-004050S

Place : Chennai

Date : 30.05.2017

M. SRINIVASAN

Partner, M.No.022959

BALANCE SHEET AS AT 31ST MARCH 2017

(Rs. in Lakhs)

Particulars	Note	31 st March 2017	31 st March 2016
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	878.17	878.17
Reserves and surplus	2.2	1,818.44	1,730.83
Non-Current Liabilities			
Long-term borrowings	2.3	176.51	201.86
Deferred tax liabilities (net)	2.4	311.17	335.37
Other long term liabilities	2.5	51.43	69.41
Long term provisions	2.6	11.18	12.46
Current liabilities			
Short-term borrowings	2.7	5,212.08	4,947.83
Trade payables	2.8	1,588.77	1,583.56
Other current liabilities	2.9	51.99	93.09
Short term provisions	2.10	435.40	568.03
		10,535.14	10,420.61
ASSETS			
Non current assets			
Fixed assets			
- Tangible assets	2.11	2,714.22	2,761.27
- Capital work in progress		12.06	-
Non Current investments	2.12	5.93	2.80
Long term loans and advances	2.13	114.75	96.23
Other non current assets	2.14	20.69	58.60
Current assets			
Inventories	2.15	2,582.30	2,629.65
Trade receivables	2.16	3,513.66	3,249.08
Cash and cash equivalents	2.17	183.62	171.19
Short term loan and advances	2.18	432.79	425.39
Other current assets	2.19	955.12	1,026.40
		10,535.14	10,420.61

Significant accounting policies & Notes to accounts 1 to 24

The schedule referred to above form an integral part of these financial statements

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.S. ANIL KUMAR
Managing Director

G.P.N. GUPTA
WTD & CFO

Place: Chennai
Date: 30.05.2017

R.PRAMOD KUMAR
Company Secretary

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017**

(Rs. in Lakhs)

Particulars	Note	31 st March 2017	31 st March 2016
Revenue from operations			
Sale of manufactured products (Net)	2.20	8933.95	7933.44
Sale of services	2.21	188.37	242.82
Other operating revenues	2.22	521.96	212.76
Total revenue from operations		9644.28	8389.02
Other income	2.23	87.76	47.68
Total Revenue		9732.04	8436.70
Expenses			
Cost of materials consumed	2.24	5445.15	4935.52
Change in inventory of finished goods, work-in-progress and stock-in trade	2.25	103.77	(431.48)
Employee benefits expense	2.26	884.22	815.88
Finance costs	2.27	433.02	511.83
Depreciation and amortisation expense	2.11	169.08	168.72
Other expenses	2.28	2591.05	2534.49
Total expenses		9626.29	8534.96
Profit / (Loss) before exceptional and extraordinary items and tax		105.75	(98.26)
Exceptional items			
Extraordinary items			
Profit / (Loss) before tax		105.75	(98.26)
Tax expense			
1. current tax / minimum alternative tax		42.34	0.00
2. deferred tax (charge) / credit		(24.20)	(31.45)
Profit / (Loss) for the period		87.61	(66.81)
Earning per equity share			
Basic		1.05	(0.80)
Diluted			
per share			
Basic		8373700	8373700
Diluted			

Significant accounting policies & Notes to accounts 1 to 24

The schedule referred to above form an integral part of these financial statements

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**

Chartered Accountants

Firm's registration no. 004050S

M. Srinivasan

Partner - Membership No.022959

G.S. ANIL KUMAR

Managing Director

G.P.N. GUPTA

WTD & CFO

Place: Chennai

Date: 30.05.2017

R.PRAMOD KUMAR

Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**(Pursuant to Clause 34(2) of the Listing (Obligations & Disclosures Requirement) Regulation, 2015)**
(Rs. in Lakhs)

	Apr'16 to Mar'17		Apr'15 to Mar'16	
A Cash Flow from Operating Activities :				
Profit before tax		105.75		(98.26)
Adjustments for :				
Prior period adjustments - Profit / (Loss)	-		-	
Depreciation	169.08		168.72	
Deferred tax liabilities (net)	(24.20)		(31.45)	
Foreign exchange (gains)/Losses	-		-	
(Profit) / Loss on sale of asset	6.97		10.24	
		151.85		147.51
Operating profit before working capital		257.60		49.25
Adjustments for Changes in				
Trade payables - Increase / (Decrease)	5.21		(16.92)	
Long term provisions- Increase / (Decrease)	(1.28)		(26.21)	
Short term provisions - Increase / (Decrease)	(132.63)		100.02	
Other current liabilities- Increase / (Decrease)	(45.70)		58.35	
Other long term liabilities - Increase / (Decrease)	6.22		44.73	
Trade receivables - (Increase) / Decrease	(264.58)		(305.66)	
Inventories - (Increase) / Decrease	47.35		(438.56)	
Long term Loans and advances - (Increase) / Decrease	(18.53)		6.68	
Short term loans and advances - (Increase) / Decrease	(7.40)		152.65	
Other current assets - (Increase) / Decrease	71.28		2.89	
Other non current assets - (Increase) / Decrease	37.91		36.21	
		(302.15)		(385.83)
Cash generated from operations		(44.55)		(336.58)
Income taxes paid (Net of refunds)		(42.34)		-
Net Cash from Operating activities		(86.89)		(336.58)
B Cash Flow from Investing Activities :				
Purchase of fixed assets / WIP	(141.04)		(69.61)	
Proceeds from sale of fixed assets	-		-	
Purchase of Investments	(3.13)		-	
Sale of investments	-		-	
		(144.17)		(69.61)
Net cash used in Investing Activities		144.17		(69.61)
C Cash Flow from Financing Activities :				
Proceeds from issuance of Share Capital	-		-	
Proceeds from Share premium	-		-	
Proceeds / (Repayment) of Long Term borrowings	-		(82.87)	
Borrowings for working capital purposes	269.25		513.55	



	Apr'16 to Mar'17		Apr'15 to Mar'16	
Finance / Lease Liabilities - Increase / (Decrease)	(25.75)		(41.89)	
Investment in Subsidiaries				
Dividend paid (Including Tax on dividend)		243.50		388.79
Net cash used in Financing Activities		243.50		388.79
D Net Increase in Cash and Cash Equivalents (A+B+C)		12.44		(17.40)
Cash and Cash equivalents as at 01.04.2016		171.19		188.59
Cash and Cash equivalents as at 31.03.2017		183.62		171.19
E Net (Increase) / Decrease in Cash and Cash Equivalents		(12.44)		17.40

As per our report of even date

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.S. ANIL KUMAR
Managing Director

G.P.N. GUPTA
WTD & CFO

Place: Chennai
Date: 30.05.2017

R.PRAMOD KUMAR
Company Secretary

SCHEDULES FORMING PART OF ACCOUNTS

SCHEDULE 1

CORPORATE INFORMATION

Jumbo Bag Limited is a part of BLISS Group. Jumbo Bag Ltd. was established in the year 1990 with an initial capacity of 720,000 jumbo bags (FIBCs).

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared on accrual basis under the historical cost convention and in accordance with generally accepted accounting principles in India and materially comply with the Mandatory Accounting Standards notified by the Central Government of India under the Companies (Accounting Standards) Rules 2016 and with the relevant Provisions of the Companies Act, 2013.

1.2 Use of estimates

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Policies (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure relating to contingent liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.3 Fixed assets and depreciation

Fixed assets are carried at cost of acquisition less accumulated depreciation. The cost of fixed assets includes freight, duties, taxes and other incidental expenses relating to acquisition. Duties and taxes where MODVAT and VAT are applicable have been appropriately treated. Where fixed assets have been acquired from a country outside India, the cost of these fixed assets also includes exchange differences (favorable and unfavorable) arising in respect of foreign currency loans on other liabilities incurred specifically for the purpose of their acquisition. Borrowing costs related to the acquisition or construction of the qualifying fixed assets for the period up to the completion of their acquisition or constructions are capitalized. Losses arising from the retirement and the gains or losses arising from disposal of fixed assets which are carried at cost are recognized in the Statement of Profit & Loss. Revaluation of Fixed Assets as approved by the Board on 23.9.2015 has been given effect from 1st Jan 2016.

Depreciation on the fixed assets is provided on a straight line method, over the estimated useful life of the assets. Effective 1st April 2014, the company depreciates its Fixed Assets over the useful life in the manner prescribed in Schedule II of the Companies Act, 2013.

Depreciation on additions to assets or on sale / disposal of assets, is calculated on pro rata basis from the month of such addition or upto the month of such sale / disposal as the case may be.

1.4 Impairment of assets

In accordance with Accounting Standard 28 (AS 28) on Impairment of assets, where there is an indication of Impairment of the Company's assets, the carrying amount of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment on the assets based on internal/external factors. Any impairment loss, if any, is recognized in the statement of profit & loss, wherever the carrying amount of an asset exceeds its estimated recoverable amount which is estimated at the higher of its net selling price and its value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognized impairment loss is further provided or reversed depending on changes in circumstances.

1.5 Revenue recognition

Revenue from sale of manufactured goods, including scrap, is recognized on transfer of all significant risks and rewards of ownership to the buyer which is generally on dispatch of goods.

Domestic sales inclusive of sales tax, Excise duty, net of sales returns and quantity discounts is on accrual basis.



Export sales are accounted on the basis of dates of invoicing from the factory.

Job work and other service revenues is recognized as and when services are rendered.

Income from Investments/other income is recognized on accrual basis.

Interest on deployment of surplus funds is recognized using the time proportionate method based on underlying interest rates.

1.6 Inventories

Inventories are carried at the lower of cost and net realizable value. The comparison of cost and net realizable value is made on an item-by-item basis. Cost comprises purchase price and all incidental expenses incurred in bringing the inventory to its present location and condition.

The method of determination of cost is as follows:

- o Spares and Consumables are valued at cost.
- o Raw-Materials & Intermediates are valued at weighted cost – (net of MODVAT).
- o Work-in-Process is valued at material cost plus direct Manufacturing Expenses..
- o Finished Goods are valued at the lower of cost or net Realisable value. Cost includes cost of conversion and other expenses incurred in bringing the goods to their location and condition inclusive of Excise Duty.
- o Saleable / disposable stock of scrap is valued at estimated realizable value. Provision for inventory obsolescence is assessed annually and is provided as and when considered necessary.

1.7 Foreign exchange transactions

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the respective transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the profit and loss statement of the year, except that exchange differences related to acquisition of fixed assets from a country outside India are adjusted in the carrying amount of the related fixed assets.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the statement of profit and loss except those related to acquisition of fixed assets from a country outside India which are adjusted in the carrying amount of the related fixed assets. Where an underlying import/ export is covered, it is recognized at the rate at which the exchange is covered. Where the transaction remains uncovered, it is recognized on mark to market basis as on 31st March 2017.

Net exchange fluctuation gain is accounted as other income and loss is accounted as other expenses.

1.8 Provisions and contingent liabilities

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognized when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

1.9 Income tax

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year) provided in the books of accounts.

2. NOTES ON ACCOUNTS

The previous period figures have been regrouped/reclassified, wherever necessary to conform to the current presentation.

2.1 SHARE CAPITAL

(Rs. in Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016
Authorised		
Equity shares		
140,00,000 (previous year 140,00,000), Rs.10 par value	1,400.00	1,400.00
Preference shares		
6,00,000 (previous year 6,00,000) cumulative, redeemable preference shares of Rs 100 par value	600.00	600.00
	2,000.00	2,000.00
Issued		
Equity shares		
83,73,700 (previous year 83,73,700), Rs. 10 par value	837.37	837.37
	837.37	837.37
Subscribed and fully Paid up		
Equity shares		
83,73,700 (previous year 83,73,700), Rs.10 fully paid up	837.37	837.37
	837.37	837.37
Forfeited shares		
4,08,000(previous year 408,000) equity shares of Rs 10 par value	40.80	40.80

Clause (a) (b) (c) – The Authorised Capital comprises of equity shares and non convertible redeemable preference shares. The Issued and Fully Paid-up Capital comprise of equity shares having a par value of Rs.10 each.

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Authorised:		
(i) 1,40,00,000 Equity shares of Rs.10 Each	1,400.00	1,400.00
(ii) 6,00,000 Non-convertible Redeemable Cumulative Preference Shares of Rs.100 Each	600.00	600.00
	2,000.00	2,000.00
Issued, Subscribed and Fully paid up:		
83,73,700 Equity Shares of Rs.10 Each	837.37	837.37
	837.37	837.37

Clause (d) – Reconciliation of number of shares

Particulars	31 st March 2017		31 st March 2016	
	Number of shares	Amount (Rs. in Lakhs)	Number of shares	Amount (Rs. in Lakhs)
Equity Shares				
Opening Balance	83,73,700	837.37	83,73,700	837.37
Changes during the year	-	-		
Closing Balance	83,73,700	837.37	83,73,700	837.70



Clause (e) – Rights, preference and restrictions attached to shares

Equity Shares:

The Company has one class of equity shares having a par value of Rs.10 each. Each share holder is eligible for one vote per share held. The dividend (if any) proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting.

Clause (f) – Shares held by holding company or its ultimate holding company including thier subsidiaries – *Not Applicable*

Clause (g) – particulars of shares held by shareholders holding more than 5% of the aggregate shares in the company:

Particulars	As at 31 st March 2017	As at 31 st March 2016
EQUITY SHARES		
M/s. Balaji Trading Enterprises Private Limited (No. of shares)	26,32,200	26,32,200
% of holding	31.43	31.43

Clause (h) – Shares reserved for issue under options and contracts/ commitments for the sale of shares – *Not applicable*

Clause (i) – Shares allotted in the preceding five years without payment being received in cash / by way of bonus shares / shares bought back – *Not Applicable*

Clause (j) – Terms of any securities convertible into issued along with the earliest date of conversion– *Not Applicable*

Clause (k) – Calls unpaid – *Not Applicable*

Clause (l) – Forfeited shares

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
EQUITY SHARES		
4,08,000 (previous year 4,08,000) shares of Rs.10 par value	40.80	40.80

The reconciliation of the number of equity shares outstanding is set out below:

Particulars	As at 31 st March 2017	As at 31 st March 2016
Shares outstanding at the beginning of the year	83,73,700	83,73,700
Shares issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	83,73,700	83,73,700

2.2 Reserve and Surplus

(Rs. in Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016
Capital Reserves		
Opening Balance	196.33	196.33
Add: Amount transferred from statement of profit and loss account		
Less: Amount utilized		
Closing Balance	196.33	196.33

Particulars	As at 31 March 2017	As at 31 March 2016
Capital Redemption Reserve		
Opening Balance	86.75	86.75
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	86.75	86.75
Securities Premium Account		
Opening Balance	294.45	294.45
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	294.45	294.45
General Reserve		
Opening Balance	20.00	20.00
Add: Amount Transferred	5.82	
Less: Amount utilised		
Closing Balance	25.82	20.00
Revaluation Reserve		
Opening Balance	1,294.12	-
Add: Additions on revaluation during the year	-	1,373.51
Less: Amount utilised	5.82	79.39
Closing Balance	1,288.30	1,294.12
Surplus / (deficit) balance in the statement of profit and loss account		
Opening Balance	(160.82)	(94.01)
Add: Profit/ (Loss) for the year	87.61	(66.81)
Less: Amount utilised income tax adjusted for	-	-
Transfer to capital reserves, Capital redemption reserve and other reserves		
Closing Balance	(73.21)	(160.82)
	1,818.44	1,730.83

2.3 Long term borrowings

(Rs. in Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016
Secured- Considered good		
Term loans		
from banks		
State Bank Of India		
(secured by fixed assets of the Company on pari passu charge with State Bank of Hyderabad and Guaranteed by directors in their personal capacity)	-	-
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default	NIL	
2. Amount	NIL	



Long term maturities of finance lease obligations (Secured by motor Vehicle under Hypothecation) Repayment tenure of 60 months ending Mar 2022 In case of continuing default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL	14.16	-
	14.16	-
Unsecured -considered good Public Deposits Repayable on maturity depending on the period of deposit more than 1 year In case of continuing default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL	-	11.00
Loans and advances from related parties from Group Company-Balaji Trading Enterprises Private Limited In case of continuing default as on the balance sheet date in repayment of loans and interest 1. Period of default NIL 2. Amount NIL	162.35	190.86
	176.51	201.86

2.4 Deferred tax liabilities (Net)

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
As per last Balance Sheet	335.37	366.82
Add : Deferred tax liability for the year (Net)	(24.20)	(31.45)
Closing Balance	311.17	335.37
Subtotal	473.52	537.23
	487.68	537.23

Note on Deferred Tax Liability

(Rs. in Lakhs)

Particulars	01.04.2016	2016-2017	31.03.2017
Deferred Tax Liability (Net)			
Deferred Tax Liability as on 01.04.2016	335.37		
i) Difference between book and Tax Depreciation		75.30	
Total Deferred Tax Liability (A)		75.30	
Deferred Tax Assets			
i) Provision for Gratuity		(2.00)	
ii) Provision for Leave Encashment		5.03	
Total Deferred Tax Assets (B)		24.20	
Total (A+B)	335.37	24.20	311.17

2.5 Other long term liabilities

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Trade Payables		
- others creditors	30.04	51.36
Others		
Payables for purchase of fixed assets	-	-
Security Deposit	21.39	18.05
	51.43	69.41

2.6 long term provisions

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Others (Specify nature)		
Provision for pending sales tax forms and other sales tax disputes	11.18	12.46
Provisions for Contingencies	-	-
Others provision (Reserve for Bad Debts)	-	-
	11.18	12.46

2.7 Short term borrowings

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
<u>Secured - Considered Good</u>		
Loans repayable on demand		
from banks		
- State Bank of India	3,962.93	3,594.07
(Includes Rs. Nil as buyers credit on short term repayable with in one year).		
(Secured by pari passu first charge on the entire current assets Viz, RM,SIP,FG,Receivables, spares, consumables and other current assets of the Company with State Bank of Hyderabad and also Guaranteed by the directors in their personnel capacity)		
- State Bank of Hyderabad	1,227.65	1,302.27
(Includes Rs Nil as buyers credit on short term repayable with in one year).		
(Secured by pari passu first charge on the entire current assets Viz, RM,SIP,FG,Receivables, spares, consumables and other current assets of the Company with State Bank of Hyderabad and also Guaranteed by the directors in their personnel capacity)		
	5,190.58	4,896.34
<u>Unsecured</u>		
Loans repayable on demand		
Others	-	-
from other parties		
In case of default as on the balance sheet date in repayment of loans and interest		
1. Period of default Nil		
2. Amount Nil		



Deposits		
Public Deposits		
Repayable on maturity depending on the period of deposit less than 1 year In case of default as on the balance sheet date in repayment of loans and interest	-	5.00
1. Period of default Nil		
2. Amount Nil		
Loan from directors	21.50	46.49
	21.50	51.49
	5,212.08	4,947.83

Note:

Working Capital facilities of Rs.5190.58 Lakhs (Previous year Rs.4896.34 lakhs) with State Bank of India and State Bank of Hyderabad are secured by way of first pari passu charge on the current assets of the company situated in the company premises or in transit.

Nature of Working Capital Facility	As on 31.3.2017		As on 31.3.2016	
	State Bank of India	State Bank of Hyderabad	State Bank of India	State Bank of Hyderabad
Cash Credit	481.14	610.84	462.37	567.18
EPF/PCFC	858.39	266.57	838.91	266.86
BR CC - POST-SHIP	351.21	-	351.13	-
IOCL - DCA	1041.82	-	915.66	-
IOCL - CS	181.46	-	170.53	-
Bill Discounting	499.38	68.89	307.51	120.31
Buyers Credit	-	-	-	-
ILC	549.53	281.35	547.96	347.92
Total	3962.93	1227.65	3594.07	1302.27

2.8 Trade payables

(Rs.in lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Trade Payables		
- due to micro and small enterprises	-	-
- others creditors	1,588.77	1,583.56
	1,588.77	1,583.56

2.9 Other current liabilities

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Current maturities of long-term debt (secured by fixed assets of the Company on pari passu charge with State Bank of Hyderabad and Guaranteed by directors in their personnel capacity)	-	-
Current maturities of finance lease obligations (Secured by motor Vehicle under Hypothecation)	4.60	-
Repayment tenure of 60 months ending Mar 2022		
Interest accrued but not due on borrowings		
Other payables		

Particulars	As at 31 st March 2017	As at 31 st March 2016
Sales Tax Payable	29.00	83.17
TDS payable	6.48	4.92
Sundry creditors for purchase of Fixed Assets	11.91	1.16
Unclaimed dividends	-	3.84
	51.99	93.09

2.10 Short term provisions

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Provision for employee benefits		
Salary & Reimbursements	72.10	66.00
Contribution to PF / ESIC	18.13	69.19
Gratuity	64.71	66.71
Compensated absences	-	-
Superannuation	-	0.12
Leave travel & Medical expenses-Directors	5.58	11.89
Professional tax payable	-	0.04
Employee Related	-	-
Others (Specify nature)		
Provision for taxation(Net)	-	-
Provision for Electricity Charges	30.39	44.03
provision for Freight & Clearing	6.42	1.15
Provision for Excise duty on Finished Goods	23.55	22.31
Provision - Interest on deposits accrued not due	-	-
Provision for Commission on sales	-	29.70
Provision for Job work charges	-	0.92
provision for Expenses	214.52	255.97
	435.40	568.03



2.11 Fixed Assets

(Rs. in lakhs)

Fixed Assets	Gross Block						Accumulated Depreciation				Net block		
	As at 1 st April 2016	Additions	Deletion	Sub total	Disposals	As at 31 st Mar 2017	As at 1 st April 2016	Revaluation	Depreciation charge for the Apr'16 to Mar'17	Deductions/ Other adjustments	As at 31 st Mar 2017	As at 31 st Mar 2017	As at 1 st April 2016
Tangible Assets													
Land													
Owned	1,264.09			1,264.09		1,264.09						1,264.09	1,264.09
Assets under lease													
Buildings													
Owned	1,199.45	54.82		1,254.27		1,254.27	539.25	5.82	32.26		577.33	676.94	660.20
Assets under lease													
Leasehold improvements													
Plant and Equipment													
Owned	2,394.39	12.92	1.10	2,406.21		2,406.21	1,616.16		104.75	1.08	1,719.83	686.38	778.23
Assets under lease													
Furniture and Fixtures													
Owned	83.43	0.59		84.02		84.02	71.97		4.22		76.19	7.83	11.46
Assets under lease													
Vehicles													
Owned	47.09		10.40	36.69		36.69	27.91		6.65	8.25	26.31	10.38	19.18
Assets under lease		22.49		22.49		22.49			0.23		0.23	22.26	
Office equipment													
Owned	142.03	31.32	0.16	173.19		173.19	136.55		5.71	0.16	142.10	31.09	5.48
Assets under lease													
Electrical & Electronic equipments													
Owned	235.16	2.05		237.21		237.21	212.52		9.44		221.96	15.25	22.63
Assets under lease													
	5,365.64	124.19	11.66	5,478.17		5,478.17	2,604.36	5.82	163.26	9.49	2,763.95	2,714.22	2,761.27

Notes: Revaluation of fixed assets as approved by the board on 23.9.2015 has been given effect from 1st Jan 2016.

2.12 Non Current investments

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Investment In Equity Instruments- Unquoted-At Cost		
In Jumbo Bag LLC	2.28	2.27
Engineered power resources india pvt Ltd., 2900 Shares @Rs.10 per share	0.28	0.53
Investment on Tulsyan NEC Limited, 11250 shares @Rs.30 per share	3.37	-
	5.93	2.80

2.13 Long term loans and advances

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Other loans and advances		
unsecured, considered good		
Earnest Money Deposit	-	-
Advance Tax on FBT	0.87	0.87
Cenvat receivable/deposit	-	-
Electricity & other deposits	49.27	65.56
Rental deposits	64.43	29.63
Telephone deposits	0.18	0.18
	114.75	96.24

2.14 Other non current assets

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Long term trade receivables (including trade receivables on deferred credit terms)		
Unsecured, considered good	20.69	58.60
Unsecured, not considered good		
Provision for doubtful debts	-	-
	20.69	58.60

2.15 Inventories

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Raw Materials and components (Valued at lower of cost or Net Realisable value)	235.81	183.35
Goods-in transit	80.62	133.36
Net	316.43	316.71
Work-in-progress (Valued at lower of cost or Net Realisable value)	1,961.43	2024.59
Net	1,961.43	2024.59
Finished goods (Valued at lower of cost or Net Realisable value)*	211.95	200.81
Net	211.95	200.81



Particulars	As at 31 st March 2017	As at 31 st March 2016
Scrap (Valued at lower of cost or Net Realisable value)	1.35	0.36
	1.35	0.36
Stores and spares (Valued at lower of cost or Net Realisable value)	91.14	87.18
	91.14	87.18
	2,582.30	2,629.65

* includes Excise duty on FG stock.

2.16 Trade receivables

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Debts outstanding for period exceeding six months		
Unsecured, considered good	20.69	9.74
	20.69	9.74
Unsecured, considered good	3,492.97	3,239.34
	3,492.97	3,239.34
	3,513.66	3,249.08

Trade Receivable stated above include debts due by the group under the same management

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Stanpacks (India) Ltd.,	56.46	-
JBL Saks (P) Ltd.,	-	-
Jumbo Bag LLC	321.56	364.58
GF Impex Pvt Ltd.,	25.40	16.35
Balaji Trading Enterprises Pvt Ltd.,	784.27	625.26
Dinesh Polyfab Pvt Ltd.,		-
	1,187.69	1,006.19

2.17 Cash and cash equivalents

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Cash Balance	2.82	1.67
Balance with banks	6.62	2.32
Other Bank balances		
Earmarked Balances (eg- unpaid dividend accounts)	-	3.84
Margin money	174.18	163.36
Bank deposits with more than 12 months maturity	-	-
	183.62	171.19

2.18 Short term loan and advances

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Others		
Unsecured, considered good		
Rental Deposits	33.04	33.04
Advance for Capital Goods	-	-
Cenvat receivable	41.82	83.47
VAT receivable	(0.48)	0.12
Service tax receivable	19.96	19.42
TCS receivable	0.47	0.51
Interest receivable on bank deposits / others etc.	-	10.63
Interest/EPI receivable on customers	21.09	10.26
Prepaid expenses	40.95	36.02
ECGC premium	(1.45)	(2.86)
Rebate Claim & Duty Drawback receivable	84.80	33.36
Focus products scheme	88.28	92.50
Staff advance / others	16.42	4.15
Provision for taxation(Net)	87.89	104.76
	432.79	425.39

2.19 Other current assets

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Claims receivables- Tuff	2.64	2.64
Insurance Claim Receivables on (Fixed Assets+Stocks)	952.48	1023.76
	955.12	1,026.40

2.20 Sale of Manufactured Products

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Sales - Exports	4,946.39	4,721.81
Sales - Domestic	3,987.56	3,211.63
Sub Total	8,933.95	7,933.44
Add: Excise Duty	358.39	427.65
Add: Sales tax	103.13	77.44
Gross Turnover	9,395.47	8,438.53
Less: Excise duty	358.39	427.65
Less: Sales tax	103.13	77.44
Sale of Manufactured products (Net)	8,933.95	7,933.44



2.21 Sale of services

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Income from Job work charges	35.75	23.46
Commission on sales	97.39	151.16
Early payment incentive	55.23	68.20
	188.37	242.82

2.22 Other operating revenues

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Sale of scrap (net)	117.27	75.38
Focus product Scheme	102.60	64.98
Interest Income (IOCL operations)	83.25	33.49
Exchange gain (net)	218.84	38.91
	521.96	212.76

2.23 Other income

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Interest Income (bank FD+others)	1.13	14.10
Miscellaneous Income / Other Income	86.63	33.58
	87.76	47.68

2.24 Cost of material consumed

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Raw materials and packing materials consumed		
Opening stock	183.35	210.21
Add: Purchases	5,497.61	4,908.66
Less: Closing stock	235.81	183.35
	5,445.15	4,935.52

2.25 Change in inventory of finished goods, work-in-progress and stock in trade

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Opening stock		
Finished goods	200.81	257.11
Work-in-progress	2,024.59	1,621.81
Goods in transit	133.36	47.64
Scrap	0.36	1.08
Less: Closing stock		
Finished goods	211.95	200.81
Work-in-progress	1,961.43	2,024.59
Goods in transit	80.62	133.36
Scrap	1.35	0.36
	103.77	(431.48)

2.26 Employee benefits expense

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Salaries, wages	564.76	507.50
Bonus and Exgratia	23.03	29.22
Contribution to provident fund / ESIC	105.86	84.66
Contribution to Gratuity fund	8.50	21.81
Workmen and staff welfare expenses	146.52	123.16
Directors remuneration	35.55	49.53
	884.22	815.88

Details of Directors Remuneration

Profit and Loss statement includes payment / Provision on account of remuneration to managerial personnel given as under

Details of Directors Remuneration	2016-17	2015-16
Salary and Allowances	33.69	44.04
Perquisites	0.15	0.99
Contribution to Superannuation Fund	1.71	4.50
	35.55	49.53

2.27 Finance Cost

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Medium Term Loan	-	6.08
Cash Credit	157.68	194.28
Packing Credit	83.51	46.10
Bills Discounting (FUBD)	113.02	178.63
Interest paid on Hire Purchase	0.18	0.09
Public deposits	1.25	2.94
Others (Other + interest on unsecured loan)	77.38	83.71
	433.02	511.83

2.28 Other expense

(Rs. in Lakhs)

Particulars	As at 31 st March 2017	As at 31 st March 2016
Consumption of stores, loose tools and spare parts	142.26	88.20
Power and fuel	377.01	380.90
Rent	70.74	66.84
Repairs and maintenance:		
- buildings	0.33	1.03
- plant and machinery	10.26	7.82
- others	20.96	22.06
Rates and taxes, excluding, taxes on income	18.15	6.91
Watch & Ward	18.48	19.48
Insurance	25.32	22.53
Job work charges paid	1,352.30	1,293.15



Particulars	As at 31 st March 2017	As at 31 st March 2016
Traveling and conveyance (Domestic)	32.42	41.22
Traveling and conveyance (Foreign)	1.29	6.86
Communication	33.30	34.71
Legal and professional fees	53.94	44.24
Auditor's remuneration	3.68	4.43
Internal Audit fees/others	1.36	2.25
Freight and clearing outward	197.33	261.02
ECGC premium paid	25.37	30.60
Sales promotion	4.05	7.72
Certification fees	0.05	0.22
Sales commission	2.18	62.44
Bank charges	102.18	83.79
Testing charges	3.65	1.98
Loss on sale of fixed assets (net)	6.97	10.24
Bad debts written off	38.46	4.97
Rebate & Discount	5.22	-
Training and seminar expenses	1.33	0.52
Provision for bad debts	-	-
Books and periodicals	0.14	0.35
Advertisements	0.29	0.91
Management meeting expenses	0.25	0.23
Printing and stationery	12.46	11.59
Office Electricity	2.83	2.78
Membership and subscriptions	6.75	3.08
Sitting Fees	5.06	5.70
Office Maintenance	10.31	7.01
Excise duty on finished goods at stock valued **	1.24	(6.25)
Listing & Filing fees	2.90	2.70
Donations	0.20	0.06
Miscellaneous expenses	0.03	0.20
	2,591.05	2,534.49

3. EARNINGS PER SHARE

The basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive equity shares outstanding during the year.

4. DEPRECIATION

During the year, the Company has reassessed the depreciation for every asset based on their useful life as prescribed under part C of schedule II of the Companies Act, 2013.

5. Investments

Long term Investments are valued at cost less provision for diminution in value other than temporary, if any.

6. Employee Benefits

i **Short Term** - Short term employee benefits are recognized as an expense as per the Company's Scheme based on expected obligations.

ii. Post Retirement

Post retirement benefits comprise of provident fund, superannuation and gratuity which are accounted for as follows:

a) Provident fund

This is a defined contribution plan. Contributions in respect of staff and workers are remitted to provident fund authorities in accordance with the relevant statute and are charged to profit and loss statement as and when due. The Company has no further obligations for future provident fund benefits in respect of these employees other than its annual contributions.

b) Superannuation

This is a defined contribution plan. The Company makes contribution as per the scheme to superannuation Fund administered by Life Insurance Corporation of India. The Company has no further obligation of future superannuation benefits other than its annual contributions and recognizes such contributions as expense as and when due.

c) Gratuity

This is a defined benefit plan. Provision for gratuity is made based on actuarial valuation using projected unit credit method. Actuarial gains and losses, comprising of experience adjustments and the effects of changes in actuarial assumptions, are recognized immediately in the profit and loss statement as income or expense

7. Deferred Tax Liability

Deferred Tax resulting from timing difference between book and Tax profit is accounted for under liability method, at the current rate of tax, to the extent, the timing differences are expected to crystallize. The deferred tax charge or credit is recognized using prevailing enacted or substantively enacted tax rate. Where there is unabsorbed depreciation or carried forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax liabilities/assets are reviewed at each balance sheet date based on the law in force and shown net of assets/liabilities in the books.

8. Leases:

Leases are classified as finance or operating leases depending upon the terms of the lease agreements. Assets held under finance leases are recognized as assets of the Company on the date of acquisition and depreciated over their estimated useful life or period of lease. Initial direct costs under the financial lease are included as a part of the amount recognized as asset under the finance lease.

Rentals payable under operating leases are treated as revenue expenses as and when incurred with reference to terms of agreement.

Operating leases

The company is obligated under cancelable operating leases for Jumbo Bag Ltd, Athipedu factory rent which is renewable at the options of both the lessor and the lessee. The expense under the contracted lease amounts to Rs.36.00/-lacs (previous year Rs.36.00/-lacs) is recognized in the statement of profit & loss.

9. Custom duty

Custom duty is accounted as and when paid and on actual.

10. Borrowing Costs

As per the Accounting Standard 16 (AS 16), borrowing costs that are directly attributable to the cost of acquisition, construction, production of a qualifying asset are capitalized as a part of cost of such asset till the asset is installed/ put to use. Cost that are not directly attributable to the qualifying the asset are determined by applying a weighted average rate and are capitalized as a part of the cost of asset of such qualifying asset till the time asset is ready is use/ installed.

11. Dues to Micro, Small and Medium Enterprises:

The management has written to vendors requesting them to inform whether they would fall under the preview of Micro, Small and Medium Enterprises Act, 2001. Based on disclosure received, amount payable to such enterprises as at 31st March 2017 is Nil. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company which has been relied upon by the auditors.

12. Status on Fire accident claim:**Stock Claim:**

With regard to the repudiation of our claim in 2014 by insurance company we have approached various forums to put forth our representation against the repudiation. A representation was made to IRDA in 2015 putting forth our grievances and also requesting for arbitration. A plea was filed before The Hon'ble



High Court of Madras in 2015 for appointment of arbitrator to resolve the issue. We also approached Greivance cell of the Insurance Company to consider our case. And finally our Managing Director had a meeting with the Insurance Company officials and appraised them of our grievances and grounds on which we dispute the repudiation of our claim and requested for a re-consideration of the claim based on the facts and details provided by us.

Since all the above efforts taken by us didn't bring out any positive outcome and considering that we have exhausted all the possible course of actions required for settling the issue through the process of discussion and grievance mechanism, the company has decided to approach the court of law and steps has been taken to file a petition in the court shortly against the repudiation and we are very confident that our case will be favorably considered.

Machinery Claim:

With regard to the claim which was assessed by the Surveyor as Rs.172 lacs being final and paid to us against our claim of Rs. 374 lacs, we had intimated the insurance company discrepancies in the report and thus the need for doing reassessment. The insurance company had referred our request for reassessment to the surveyor many times and despite that the surveyor had not acted on the same and there was no response from the insurance company as well. After waiting for sufficient time the Company has decided to move for arbitration to have re-assessment done by the surveyor.

13. Earnings per share

EARNINGS PER SHARE	2016-2017	2015-2016
Profit available for equity share holder (Rs. in Lakhs)	87.61	(66.81)
Number of Equity shares (Basic and diluted)	8,373,700	8,373,700
Earnings per Share (in Rs.)	1.05	(0.80)
Cash Earnings per Share (in Rs.)	3.07	1.22

14. Unhedged foreign Currency Exposure

Particulars	Currency	Foreign Currency	31st March 2017	31st March 2016
Unhedged Foreign currency (Export/ Import)	US \$	US \$ 1,73,831	INR 113.83 lakhs	US\$ 2,95,268 INR 195.86 Lakhs

15. Particulars of demands by Income Tax, Sales Tax, Excise In Dispute and their status is as under

1. EXCISE DUTY/ SERVICE TAX:

Sl. No.	Description	Demand (including penalty) Rs.in Lakhs	Amount not provided	Present status
1.1	Whether Value of Deemed Export shall be considered for Arriving At DTA Sale Eligibility(Difference Of Duty For Disallowed Deemed Export Portion	12.69	12.69	Appeal pending with Supreme Court
1.2	Advance Release Order (ARO)- non-payment of CVD	26.55	26.55	Case remanded in Tribunal
1.3	Third Party Export On Payment Of Duty Refund Sanctioned & Duty Demanded	2.77	2.77	Appeal filed in the High Court at Chennai on 6/7/2011
1.4	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.18	0.18	Appeal filed with Cesat based on previous Order passed by CESAT in our favour
1.5	Cenvat Credit Of Service Tax Of Fumigation services-Unit-1	0.06	0.06	Appeal filed with Cesat based on previous Order passed by CESAT in our favour

Sl. No.	Description	Demand (including penalty) Rs.in Lakhs	Amount not provided	Present status
1.6	Rebate Claim Original Docs Missed-Unit-2	3.55	3.55	Case closed & Order passed in our favor , but Dept has filed review petition before The Secretary, Government Of India
1.7	Cenvat Credit Of Service Tax Of Fumigation services-Unit-2	0.12	0.12	Appeal filed with Cesat based on previous Order passed by CESAT in our favour
	TOTAL	45.92	45.92	

2. INCOME TAX:

SI No.	Description	AY	Demand (including Penalty ₹ lakhs)	Present Status
2.1	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2005-2006	39.85	Appeal made with CIT
2.2	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2006-2007	16.24	Appeal made with CIT
2.3	Notice u/s 143/(3) dt 14.03.14 – AY 2011-12	2011-2012	53.38	Appeal made with CIT
2.4	Order passed u/s 154 dt 14.02.2017 – AY 2013-14	2013-2014	4.99	Pursued with I.T authorities.
	TOTAL		114.46	

DISCLOSURE UNDER AS-15**16. Defined Contribution Plans**

- (a) Contribution to Provident Fund /ESI :Rs. 105.86 lakhs
(b) Contribution to Superannuation Fund :Rs. 3.88 lakhs

Defined Benefit Plans:-**Gratuity:**

The Gratuity liability is covered by a Master Policy taken out with LIC of India under the Cash Accumulation scheme. The company during the year has done actuarial valuation as on 31.03.2017 and the estimated liability amounted to Rs.8.50 Lacs which is debited to Statement of Profit & Loss.

Note: previous year excess gratuity credited to Profit and loss A/c. in 2016-17 for Rs.646259/-

Retirement Benefits:

Disclosure as required by Accounting Standard (AS)-15 (Revised 2005) "Employee Benefits" issued by the Institute of Chartered Accountants of India are given below:



a) The amounts recognized in the statement of Statement of Profit and Loss are as follows:

SI No.	Particulars	2016-17 (Rs. in Lakhs)	2015-16 (Rs. in Lakhs)
(i)	Present value of obligation at the beginning of the year	92.83	80.54
	Interest Cost	7.43	6.44
	Current Service Cost	7.73	5.36
	Benefits paid	(3.63)	(8.27)
	Actuarial (gain) / loss on obligation	2.75	8.75
	Present Value of obligation at the end of the year	107.11	92.82
(ii)	Fair value of plan assets at the beginning of the year	32.58	35.65
	Expected return on plan assets	2.94	2.70
	Contribution	9.50	2.50
	Benefits paid	(3.63)	(8.27)
	Actuarial gain / (loss) on plan assets	NIL	NIL
	Fair value of plan assets at the end of the year	41.39	32.58
(iii)	Amounts recognized in the balance sheet		
	Present Value of obligation as at the end of the year	107.09	35.65
	Fair Value of plan at the end of the year	41.39	32.58
	Funded status of the plan – (asset) / liability	(65.70)	(60.24)
	Net Assets / (liability) recognized in Balance Sheet	(65.70)	(60.24)
(iv)	Amounts recognized in the statement of Profit and Loss		
	Current Service Cost	7.73	5.36
	Interest Cost	7.42	6.44
	Expected return on plan assets	(2.94)	(2.71)
	Net Actuarial (gain)/loss recognized in the year	2.75	8.75
	Expenses recognized in the statement of profit and loss	14.96	17.85
	Principal actuarial assumptions		
	Discount Rate	8%	8%
	Salary Escalation	5%	5%
	Expected Return on plan assets	8%	8%

The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

17. Segmental Reporting

Information given in accordance with the requirement of Accounting Standard 17, on Segment Reporting. Company's business segments are as under:

Manufacturing:

Manufacture of Flexible intermediate bulk container packaging material used for industrial purposes.

Trading:

Trading of Polymers.

Segment Accounting Policies:

- Segment accounting disclosures are in line with accounting policies of the Company.
- Segment Revenue includes Sales and other income directly identifiable with / allocable to the segment.
- Expenses that are directly identifiable with allocable to segments are considered for determining the Segment Result.
- Major portion of segment liabilities and Assets relates to manufacturing segment.
- The company has no Secondary Reportable Segment.
- Regrouping done wherever necessary.

Segment-wise Reporting as per the format under clause 41 of the Listing agreement

(Rs. in Lakhs)

Particulars	Year to Date figures for current period ended 31.03.2017	Year to Date figures for current period ended 31.03.2016
1. Segment Revenue (Net Sales / Income from each segment should be disclosed under this head)		
(a) Segment A - Manufacturing Business	9495.11	8001.17
(b) Segment B - Trading Business	236.93	435.53
(c) Unallocated	-	-
Total	9732.04	8436.70
Less: Inter Segment Revenue		-
Net Sales / Income from Operations	9732.04	8436.70
2. Segment Results - Profit (+) / Loss (-) before tax and interest from each segment		
(a) Segment A - Manufacturing Business	364.09	208.74
(b) Segment B - Trading business	174.68	204.83
(c) Unallocated	-	-
Total	538.77	413.57
Less: (i) Interest	433.02	511.83
(ii) Other Un-allocable Expenditures Net off		
(iii) Unallocable Income		-
Total Profit before tax	105.75	(98.26)
3. Capital Employed		
(a) Segment A	2696.61	2609.00
(b) Segment B	-	-
(c) Unallocated	-	-
Total	2696.61	2609.00

Disclosures under Accounting Standard -18**18. Related Parties with whom transactions have taken place during the year**

(Rs. in lakhs)

SI No.	Name of the Party	Nature of Relationship	Nature of Transaction	Transactions during the Year		Closing Balance as on Cr / (Dr)	
				2016-17	2015-16	31.3.2017	31.3.2016
1	Stanpacks (India) Limited	Associate Company	Job Work Charges Paid	90.92	191.88		
			Purchase of goods	3.97	-	(56.46)	1.31
			Sale of Goods	221.99	16.97		
			Interest received	-	29.51		
			Rent received	0.24	0.72		
2	JBL Saks (P) Ltd	Associate Company	Sale of Goods	0.13	5.10	-	
			Job Work Charges received	31.36	20.07		
			Interest received	-	-		
			Purchase of Goods	1.63	5.88		
			Job work charges paid	-	5.01		



Sl No.	Name of the Party	Nature of Relationship	Nature of Transaction	Transactions during the Year		Closing Balance as on Cr / (Dr)	
				2016-17	2015-16	31.3.2017	31.3.2016
3	Jumbo Bag LLC	Associate Company	Sale	1608.53	1293.95	(321.56)	(364.58)
4	G. Sudhakar	Key Management Personnel	Retainer Fees Rent		2.16		
5	G P N Gupta	Key Management Personnel	Remuneration Interest Paid	11.38 2.46	23.65 -		
6	G S Anil kumar	Key Management Personnel	Salary Interest Paid	13.09 0.82	14.85		
7	G P Ramraj	Key Management Personnel	Salary Interest Paid	9.19 2.47	15.20 -		
8	G.Sangeetha	Relative of Key Management Personnel	Rent	4.31	4.31		
9	G.R. Latha Rani	Relative of Key Management Personnel	Rent	8.00	7.62		
10	Balaji Trading Enterprises Pvt Ltd	Associate Company	Loan Received Interest paid Loan Received/ Interest paid Purchase Interest received	 30.70 - - 95.04	 36.93 - - 80.82	162.35 (784.27)	190.86 (625.26)
11	Dinesh Polyfab Pvt. Ltd.	Associate Company	Interest received	-	-		-
12	G.F.IMPEX	Associate Company	Interest received	0.44	0.30		
			Total	2136.67	1754.93		

19. Contingent Liabilities

(Rs. in lakhs)

Contingent Liabilities not provided for	As at 31 st March, 2017	As at 31 st March, 2016
a. In respect of guarantees given by the Company	612.35	617.92
b. Letter of credit for purchase of raw-materials	830.88	895.88
c. Claims not acknowledged as debts	Nil	Nil
d. Estimated amount of contracts remaining to be executed on Capital accounts, not provided for	Nil	Nil
e. Disputed amount of Central Excise	45.92	46.11
f. Disputed amount on Income Tax	114.46	109.47
g. Disputed TDS	10.22	8.36

No provision has been made in the accounts in respect of disputed amount of sales tax as the company has contested the case and is hopeful of getting the verdict in its favor. Certain claims/show cause notices disputed have neither been considered as contingent liability nor acknowledged as claim, based on the opinion obtained, since the possibility of loss is remote.

20. Expenditure in Foreign Exchange

(Rs. in lakhs)

Expenditures in Foreign Currency	2016-17	2015-16
i) CIF value of Imports	582.31	381.89
ii) Travel	1.29	6.86
iii) Commission (paid for previous years liability)	NIL	18.50
iv) Others (Testing Charges)	1.86	1.27

21. Foreign Exchange Earnings

(Rs. in lakhs)

Earnings in Foreign Currency	2016-17	2015-16
i) FOB Value of Exports	4,775.36	4,428.43

22. Balances of sundry debtors, creditors, advances & deposits received/paid are as per the books of accounts. Letters have been sent seeking confirmation of balances and replies from most of the cases are awaited. Adjustments, if any, will be made in the books of accounts on receipt of such confirmations.

23. Capacity and Production during the year 2016 – 2017:

Capacity & Production	2016-17	2015-16
Class of Goods : Intermediate Flexible Containers, Fabric, Components of Jumbo Bags, Liner & Small Bags		
Licensed Capacity (in MT)	8870.00	8870.00
Installed Capacity (in MT)	6000.00	6000.00
Actual Production (in MT)	5969.07	5694.61

The Installed capacity is technically evaluated as certified by the management and accepted by auditors (per year on a continuous shift basis)

Description	2016-17		2015-16	
	Quantity in MT	Amount (Rs. in Lakhs)	Quantity in MT	Amount (Rs. in Lakhs)
a. Poly Propylene Granules	4414.50	3078.92	3804.62	2627.72
b. Others	1973.39	2363.45	1958.58	2266.32
Total	6387.89	5442.37	5763.20	4894.04
ii) Consumption of Imported & Indigenous Raw Material, Stores and Spares Parts and the percentage of each to the Consumption:-				
a. Raw Material				
Import	22.37%	1227.12	15.59%	755.43
Indigenous	77.63%	4257.88	84.41%	4090.73
Total	100.00%	5485.00	100.00%	4846.15
b. Stores and Spares				
Import	5.47%	8.49	36.17%	31.90
Indigenous	94.53%	146.66	63.83%	56.29
Total	100.00%	155.15	100.00%	88.19



	2016-17		2015-16	
	Qty in MTS	Value (Rs. in Lakhs)	Qty in MTS	Value (Rs. in Lakhs)
P. P. Bags , Fabric , Components of Jumbo Bags & Small Bags	5072.50	8594.12	4666.32	7765.63
	Closing Stock as on 31.03.2017		Closing Stock as on 31.03.2016	
	Qty in MTS	Value (Rs. in Lakhs)	Qty in MTS	Value (Rs. in Lakhs)
Finished Goods (Inclusive of Excise Duty)	106.94	211.95	97.85	200.81

The relevant information regarding Turnover, Production, Opening Stock and Closing Stock are given only in aggregate and no detailed breakup thereof is given as the items are too numerous to be conveniently grouped.

24. Specified Bank Notes (SBNs)

In accordance with MCA notification G.S.R. 308(E) dated March 30, 2017 the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016 is given below:

Particulars	SBN'S	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	290000	152937	442937
(+) Permitted Receipts	-	882086	882086
(-) Permitted Payments	-	847185	847185
(-) Amount deposited in banks	290000		290000
Closing cash in hand as on 30.12.2016	0	187838	187838

PREVIOUS YEAR FIGURES

Previous year's figures have been regrouped/ recast wherever necessary to confirm to this year's classification.

As per our report attached

For and on behalf of the Board

for **M.Srinivasan & associates**
Chartered Accountants
Firm's registration no. 004050S

M. Srinivasan
Partner - Membership No.022959

G.S. ANIL KUMAR
Managing Director

GPN GUPTA
WTD & CFO

Place: Chennai
Date: 30.05.2017

R. PRAMOD KUAMR
Company Secretary

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Jumbo Bag Ltd

CIN: L36991TN1990PLC019944

Regd Office: "S.K.Enclave" New No. 4 (Old No. 47),
Nowroji Road, Chetpet, Chennai - 600031

ATTENDANCE SLIP

Name of the Member

Name of Proxy if attending on behalf of the member

I certify that I am a Registered Shareholder / proxy for the Registered Shareholder of the Company. I hereby record my presence at the 27th Annual General Meeting of the Company held at Narada Gana Sabha Trust Mini Hall, No.314, T.T.K. Road, Chennai - 600018 at 10.30 A.M. on Friday, the 8th September, 2017

Ledger Folio No.	
DP Id No. *	
Client Id No. *	
No. of shares held	
Mr. / Mrs. / Miss	

* Applicable for members holding shares in dematerialized form

.....
Member's/ Proxy's name
(IN BLOCK LETTERS)

.....
Member's / Proxy's Signature

Note: Please fill in this attendance slip and hand it over at the Entrance of the Meeting Hall.



Jumbo Bag Ltd

CIN: L36991TN1990PLC019944

Regd Office: "S.K.Enclave" New No. 4 (Old No. 47),
Nowroji Road, Chetpet, Chennai - 600031

PROXY FORM

(Form No: MGT-11)

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

Registered Address:	
E-mail ID:	
Folio/DP ID - Client ID:	

I/We being the member(s), holding _____ shares of the above named Company hereby appoint:

(1) **Name:** _____

Address: _____

E-mail ID: _____

Signature: _____, or failing him;

(2) **Name:** _____

Address: _____

E-mail ID: _____

Signature: _____ or failing him;

(3) **Name:** _____

Address: _____

E-mail ID: _____

Signature: _____ or failing him;

(4) **Name:** _____

Address: _____

E-mail ID: _____

Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27th Annual General Meeting of the Company, to be held on Friday, the 8th September 2017 at 10:30 a.m. at Narada Gana Sabha Trust Mini Hall, No.314, T.T.K. Road, Chennai - 600018 and at any adjournment thereof, in respect of such resolutions as are indicated below:



Resolution No.	Resolution	Optional*		
Ordinary Business:		For	Against	Abstain
1	Adoption of Annual Accounts for the year ended 31st March 2017			
2	Appointment of Director in the place of Sri. G.P.N Gupta(DIN:00086174) who retires by rotation and being eligible, offers himself for re-appointment.			
3	Appointment of M/s J.V. Ramanujam& Associates,Chartered Accountants as Statutory Auditors of the Company			
Special Business:				
4	Appointment of Ms. Renuka Mohan Rao (DIN: 07542045) as an Independent Director			
5	Re-designation of Ms. S. Subhashini (DIN: 03561759) as an independent director of the Company			
6	Alter the Articles of Association of the Company			

Note:

- *It is optional to put an 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' or Abstain column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- Notwithstanding the above, the Proxies can vote on such other items which may be tabled at the meeting by the members present.

Signed this ____ day of _____ 2017

Signature of shareholder

Signature of Proxy holder

Affix Rs.1/-
Revenue
Stamp

Note:

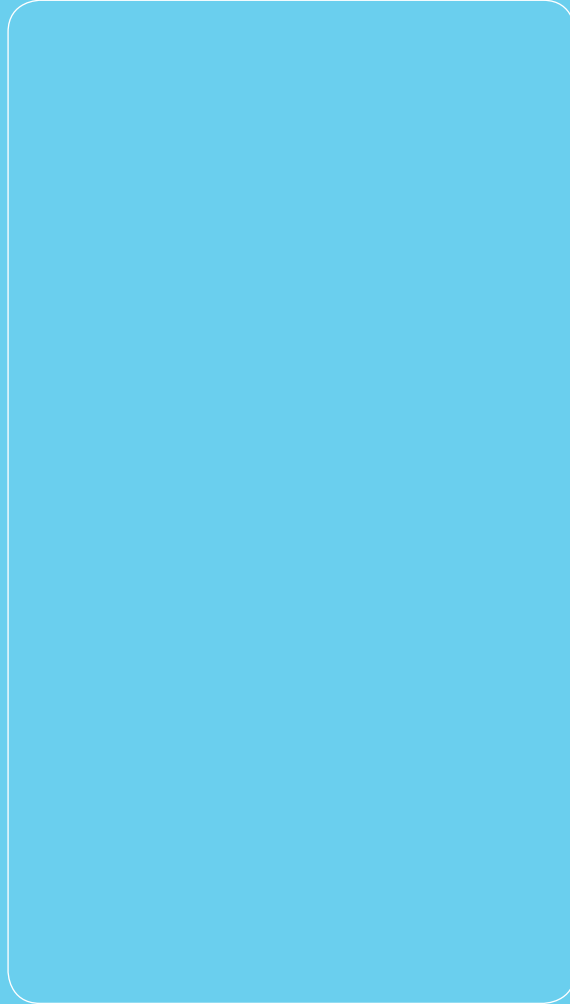
- This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company-, not less than 48 hours before the commencement of the Meeting.
- A Proxy need not be a member of the Company.
- For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 27th Annual General Meeting.
- Please complete all details including details of member(s) in above box before submission.

Affix Rs.1/- Revenue Stamp

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JUMBO BAG LTD.

ISO 9001 & 14001

"S.K. ENCLAVE", New No. 4, (Old No. 47), Nowroji Road,
Chetpet, Chennai - 600 031. Tamil Nadu, India.

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