

## **TWENTY FIFTH ANNUAL REPORT 2008-2009**

### **BOARD OF DIRECTORS**

Ramesh Chaudhary	Chairman
Sandeep Kanoria	Managing Director
Amit Chaudhary	Director
Sanjeev Jalan	Director
Sharwan Kanodia	Director
Prabir Sadhu	Director
Shrikant Kasat	Director
Pradeep Tulsyan	Director

### **REGISTERED OFFICE**

D-8, Sanskruti Prangan,  
Baner – Balewadi Road,  
Baner Pune 411 046

### **WORKS**

241, Village Bebedohal,  
Tal. Maval, Dist. Pune 411 507

### **BANKERS**

Bank of Baroda

### **AUDITORS**

M/S V.K. Jindal & Co.  
D-58/33, B-7, I Floor, Krishi Export Plaza, Sigara,  
Varansai – 221010

### **REGISTRAR & SHARE TRANSFER AGENT**

M/s. Sharex Dynamic (India) Limited.  
Unit-1, Luthra Industrial Premises, I Floor, 44-E,  
M Vasanti Marg, Andheri-Kurla Road, Safed Pool,  
Andheri (E), Mumbai – 400072

**GANGA PAPERS INDIA LIMITED**  
**(Formerly known as Kasat Paper And Pulp Limited)**  
Regd. Office: D-8, Sanskruti Prangan, S.No. 131, Baner-Balewadi Road,  
Baner, Pune – 411046

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**NOTICE**

**NOTICE** is hereby given that the Twenty Fifth Annual General Meeting of the Members of **GANGA PAPERS INDIA LIMITED** will be held on 30th of September 2009 at 10.30 A.M. at the Registered Office of the Company at D-8, Sanskruti Prangan, Baner – Balewadi Road, Baner Pune 411 046, to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2009 and the Profit & Loss Account for the year ended 31<sup>st</sup> March 2009 and the Director's and Auditor's report thereon.
2. To appoint a director in place of Mr. Amit Chuadhary, who retires by rotation, and being eligible offers himself for re-appointment
3. To appoint a director in place of Mr. Prabir Sadhu, who retires by rotation, and being eligible offers himself for re-appointment
4. To appoint Auditors and to authorise the Board to fix their remuneration.

**SPECIAL BUSINESS**

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

**“RESOLVED THAT** Mr. Pradeep Tulsyan, independent director, who was appointed as an Additioanl Director at the meeting of the Board of directors held on March 26, 2009 and who holds office under section 260 of the Companies Act,1956 (the Act) upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 257 of the Act, proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation”

**For and on behalf of Board of Directors**

Place : Pune  
Date : 01.09.2009

SD/-  
Ramesh Choudhary  
Chairman

**NOTES:**

1. *A MEMBER ENTITLED TO ATTEND AND VOTE, IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF A COMPANY. THE PROXY FORM SHOULD BE LODGED WITH THE COMPANY AT ITS REGISTERED OFFICE AT LEAST 48 HOURS BEFORE THE TIME OF THE MEETING.*
2. *PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.*
3. *ALL DOCUMENTS REFERRED TO IN THE NOTICE AND THE EXPLANATORY STATEMENT ARE OPEN FOR INSPECTION AT THE REGISTERED OFFICE OF THE COMPANY DURING THE OFFICE HOURS ON ALL DAYS EXCEPT SUNDAY AND PUBLIC HOLIDAYS, BETWEEN 11.00 A.M. TO 1.00 P.M. UP TO THE DATE OF ANNUAL GENERAL MEETING.*
4. *MEMBERS, PLEASE NOTE THAT THE SHARE TRANSFER BOOKS AND REGISTER OF MEMBERS SHALL REMAIN CLOSED FROM 25TH SEPTEMBER 2009 TO 30TH SEPTEMBER 2009 (BOTH DAYS INCLUSIVE).*
5. *THE EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 IS ANNEXED HERETO.*

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

**Item No. 5**

Mr. Pradeep Tulsyan, independent director, was appointed as the Additional Director of the Company at the Board Meeting held on 26th March, 2009. The term of his office extends upto the date of this Annual General Meeting. The Company has received Notice in writing from members under the provisions of Section 257 of the Companies Act, 1956, proposing the candidature of Mr. Pradeep Tulsyan for the office of Director of the Company.

A brief resume of Mr. Pradeep Tulsyan is given in the Notice of the Annual General Meeting.

Mr. Pradeep Tulsyan does not hold any share of the company.

No Director other than Mr. Pradeep Tulsyan is concerned or interested in the resolution.

Your Directors recommend the resolution for your approval.

**For and on behalf of Board of Directors**

Place : Pune  
Date : 01.09.2009

SD/-  
Ramesh Choudhary  
Chairman

**DETAILS OF DIRECTORS SEEKING REAPPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING**

<b>Particulars</b>	<b>Mr. Amit Chaudhary</b>	<b>Mr. Prabir Sadhu</b>	<b>Mr. Pradeep Tulsyan</b>
Date of Birth	24.05.1980	10.09.1946	01.07.1958
Date of Appointment	15.01.2007	08.06.2007	26.03.2009
Qualifications	Chartered Accountant	Science Graduate and Paper Technologist	B.Com
Expertise in Specific functional area	Wide experience in Finance	Wide experience in Paper Industry	Vast experience in manufacturing sector
Directorship held in other Public Companies (excluding Foreign Companies)	NIL	NIL	NIL
Membership / Chairmanships of committees of other Public Companies (including only Audit Committee and Shareholders Grievance Committee)	NIL	NIL	NIL
No. of Shares held in the Company	NIL	NIL	NIL

## **DIRECTORS' REPORT**

### **To THE MEMBERS**

Your Directors submit herewith the Twenty Fifth Annual Report and the Audited Statement of Accounts of the Company for the year ended 31<sup>st</sup> March 2009.

### **PERFORMANCE OF THE COMPANY**

The financial performance of the company for the period under review was as follows:

<b>Particulars</b>	<b>2008-09</b>	<b>2007-08</b>
Total Income	39,43,86,013.45	23,46,91,896.00
Profit (Loss) before Financial Charges, Depreciation & Taxes	2,65,42,410.41	2,37,59,596.81
Less : Financial Charges	69,59,380.01	59,86,104.49
Less : Depreciation & Write Offs	1,77,41,437.89	1,74,26,986.16
Less : Prior Period Item	8,85,18,799.00	-
Less: Tax		
Deferred Tax	3,02,90,548.00	(33,07,401.44)
FBT	11,279.00	32,367.00
Profit / (Loss) after Tax	(5,63,97,937.00)	36,21,541.09
Profit / (Loss) transferred to Balance Sheet	(5,63,97,937.00)	36,21,541.09

### **OPERATIONS:**

The operations of the Company are improving day by day and the management is very aggressively striving to achieve the full production capacity. There has been significant increase in the production by 38% over last year but still the full capacity is still to be achieved. The management is taking all necessary steps including various modifications in the plant to ensure the full and efficient running of the plant.

The ensuing year has seen a huge up and down in all the sectors of the economy but resulting in no gain to the industry. We are keeping our eyes on the future, which we feel is going to be brighter for the Indian industry seeing the lot of potential in the Indian economy.

### **FIXED DEPOSITS**

The company has not accepted any fixed deposits during the financial year under review.

## **DIRECTORS**

Mr Pradeep Tulsyan, Independent Director, has been appointed as an Additional Director on 26<sup>th</sup> March 2009. He holds office of additional director, pursuant to the provisions of section 260 of the companies Act, 1956, upto the conclusion of the ensuing Annual General Meeting. The requisite notice, together with necessary deposit has been received from members pursuant to Section 257 of the Companies Act, 1956, proposing Mr. Pradeep Tulsyan as a Director of the Company. The necessary resolution for his appointment as Director has been set out in the Notice of the ensuing Annual General Meeting for the approval of the shareholders.

In accordance with the provisions of the Companies Act and the Articles of Association of the Company Mr. Amit Chaudhary and Mr. Prabir Sadhu, retires by rotation at the ensuing Annual General Meeting and being eligible, have filed their consent to act as Directors of the Company, if appointed.

## **AUDITORS**

M/s V K Jindal & Co, Chartered Accountants, the Auditors of the Company will retire at Annual General Meeting and are eligible for re-appointment. The members are requested to appoint Auditors for the current year too.

**The observations made by Auditors are self explanatory**

## **STATUTORY PARTICULARS:**

Particulars under Section 217(1)(e) of the Companies Act, 1956 to the extent applicable to the Company regarding conservation of energy, technology and foreign exchange earning and outgo is given as Annexure (I) to the Report

## **PARTICULARS OF EMPLOYEES**

The Company does not have on its roll any employee drawing remuneration attracting the provisions of Section 217(2A) of the Companies Act, 1956 read with The Companies (Particulars of Employees) Amendment Rules, 1975.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT**

A comprehensive Management's Discussion and Analysis Report is made a part of this annual report

## **CORPORATE GOVERNANCE**

Pursuant to the clause 49 of the Listing agreements with the stock exchanges, a corporate governance report is made a part of this annual report.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

The Board of Directors of your Company state:

- 1) That in the preparation of the annual accounts, the applicable accounting standards have been followed.
- 2) That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period.
- 3) That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- 4) That the directors had prepared the annual accounts on a going concern basis.

### **ACKNOWLEDGMENT**

Your Directors thank Customers, Suppliers, Members, and Employees for their continued support. Your directors also gratefully acknowledge the co-operation and assistance received from Bank of Baroda and Industrial Development Bank of India, Central and State Government authorities for their continued support and valuable assistance.

**For and on behalf of Board of Directors**

Place : Pune  
Date : 25.05.2009

SD/-  
Ramesh Chaudhary  
Chairman



## ANNEXURE (I) TO THE DIRECTORS' REPORT

Particulars under Companies (Disclosure of particulars in the reports of Board of Directors) Rules, 1988 for the year ended 31<sup>st</sup> March 2009.

### 1. CONSERVATION OF ENERGY

a) Energy Conservation Measures Taken:

- I. Variable Frequency Drives installed in order to save power
- II. Various old power consuming equipments are being replaced by new equipments.

b) Additional investment and proposals, if any, being implemented for reduction of consumption of energy: NIL

c) Impact of the measures (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

The Company will achieve savings in energy consumption.

d) Total energy consumption and energy consumption per unit of production as Form A of the Annexure to the rules in respect of industry specified in the Schedule thereto:

#### FORM A

	Current Year	Previous Year
<b>A. Power and Fuel Consumption</b>		
1. Electricity		
(a) Purchased Unit Total Amount Rate/unit	9871720 kwh Rs.4,57,00,057/- Rs. 4.62/unit	5407549kwh Rs.2,91,63,512/- Rs.5.4/unit
(b) Own Generation (i) Through Diesel Generator (ii) Through steam turbine / generator	2965823 kwh	2244900 kwh
2. Coal (specify quality and where used) Quantity (tones) Total Cost Average Rate	9490 MT 3,74,85,500/- Rs. 3950/-	5355 MT Rs. 18776695/- Rs.3506 per MT
3. Furnace Oil	NIL	Nil
4. Others	NIL	Nil
<b>B. Consumption per unit of production</b>		
Products (with details) unit		
Electricity	732.90 unit/ MT	603.9 unit/ MT
Furnace Oil		
Coal (specify quality)	541.8 Kg /MT	422.6 kg / MT
Others (specify)		

### 2. TECHNOLOGY ABSORPTION

Efforts made in technology absorption as per Form-B of the Annexure to the Rules:

1. Research & Development (R & D)
  - a) Specific areas in which R & D carried out by the Company: None
  - b) Benefits derived as a result of the above R & D: Not Applicable
  - c) Future plan of action: Not yet finalized
  - d) Expenditure on R & D : Nil
  
2. Technology absorption, adaptation and innovation: NIL
  - a) Efforts in brief, made towards technology absorption, adaptation and innovation: N.A.
  - b) Benefits derived as a result of the above efforts: N.A.
  - c) Technology imported during the last five years: N.A.

### **3 FOREIGN EXCHANGE EARNINGS & OUTGO**

- a) The Company has not commenced any major export activities and the earnings in foreign currency during the year under review was NIL
- b) Total CIF Value of Imports during the year was Rs. 9,97,08,636 /-

## MANGEMENT DISCUSSION& ANALYSIS REPORT

### INDUSTRY STRUCTURES & DEVELOPMENTS

The year 2008-09 was a year of set back for the global economy. The effect of the same was felt in India too. This fiscal year has seen some moderation in the index of production of manufacturing industries. The paper industry has grown more slowly than the average. This moderation can be accorded to various reasons like rise in interest rate and appreciation of rupees.

Your Company has been working through this demanding situation to ensure that we move forward and this attempt is meeting with success at various ends. The Company sticks to its commitment of working with the aim to earn more and more profit and revenue.

### OPERATIONS & FINANCIAL PERFORMANCE

The operations of the Company are improving day by day and the management is very aggressively striving to achieve the full production capacity. There has been significant increase in the production by 38% over last year but still the full capacity is still to be achieved. The management is taking all necessary steps including various modifications in the plant to ensure the full and efficient running of the plant.

The ensuing year has seen a huge up and down in all the sectors of the economy but resulting in no gain to the industry. We are keeping our eyes on the future, which we feel is going to be brighter for the Indian industry seeing the lot of potential in the Indian economy.

### INTERNAL CONTROL SYSTEM & THEIR ADEQUACY

The effort of the Company to strengthen its internal control systems and their adequacy has yielded fruitful results. The system of internal control is working towards development of transparent and efficient policies for strict adherence to management rules and policies as well as ethical conduct within the organization. The internal control systems are further designed to ensure reliability in financial records and other records for preparing financial information.

### OUTLOOK

During the year under review, we have succeeded to a greater extent in fulfilling the demands of our consumers and we hope that in financial year 2010, we continue with our endeavors and grow even faster during next financial year. Ganga Papers India Ltd.(GPIL) commits you that we will put all our efforts not only to successfully run this plant but to make your company one of the highest paper producing company in India as we say that "Making Paper is our Passion"

### CAUTIONARY STATEMENT

The management of Ganga Papers India Ltd.(GPIL) has prepared this report and is responsible for the same. Statements in this Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may be "forward looking statements" within the meaning of applicable laws and regulation

and the management has based them on its current expectations and its projection about future events. Actual result might differ materially from those either expressed or implied.

## REPORT ON CORPORATE GOVERNANCE

### **(A) MANDATORY REQUIREMENTS:**

#### **1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE**

The Company's philosophy on Corporate Governance aims to achieve excellence in corporate governance by following the principles of transparency, accountability and integrity in functioning, so as to constantly enhance value for all stakeholders and fulfill the social obligation entrusted upon the corporate sector.

It is not only a sine qua non for facing intense competition for sustainable growth in the emerging global business scenario but is also an embodiment of the parameters of fairness, accountability and transparency to maximize value for the stakeholders.

GANGA PAPERS INDIA LIMITED adheres its commitment to the compliance and the spirit of new clause 49 of the Listing Agreement regulated by the Securities Exchange Board of India (SEBI). This chapter of the Report, plus the information given under the Management Discussion and analysis and Shareholder Information constitutes the report on Corporate Governance for the year 2008-2009.

#### **2. BOARD OF DIRECTORS**

##### **▪ Composition and Category**

Your Company is led by strong and independent Board of Directors who provides the management with strategic counsel to create a long-term shareholder value. The Board of Directors of your Company consists of eight Directors as on 31<sup>st</sup> March 2009. Mr. Ramesh Chaudhary is non executive Chairman and Mr. Sandeep Kanoria is Managing Director, rest 6 (six) directors are all Non executive Directors out of which 4 (four) are independent Directors. Following is the current position of the directorship

<b>Director</b>	<b>Category</b>	<b>No. of directors hips*</b>	<b>No. of Membership of other Board Committees*</b>	<b>No. of Board Committees for which chairperson*</b>
Ramesh Chaudhary	Non Executive Chairman	NIL	NIL	NIL
Sandeep Kanoria	Managing Director	NIL	NIL	NIL
Amit Chaudhary	Non Executive Director	NIL	NIL	NIL
Sanjeev Jalan	Non Executive Independent Director	NIL	NIL	NIL
Sharwan Kanodia	Non Executive Independent Director	NIL	NIL	NIL

Prabir Sadhu	Non Executive Independent Director	NIL	NIL	NIL
Shrikant Kasat	Non Executive Director	NIL	NIL	NIL
Pradeep Tulsyan	Non Executive Independent Director	NIL	NIL	NIL

\* excluding private, foreign and companies registered under section 25 of the Companies Act, 1956

None of the Directors on the Board is a member of more than 10 Board level committees of public companies in which they are Directors, nor is Chairman of more than five such committees.

▪ **Number of Board Meetings:**

During the year, Nine (9) Board Meetings were held on 29.04.2008, 29.07.2008, 31.07.2008, 05.09.2008, 30.10.2008, 31.10.2008, 12.12.2008, 31.01.2009, 26.03.2009.

▪ **Directors' Attendance Record:**

Table 1 gives the composition of the Board, the category of the Directors and their attendance record as follows:

Table 1

Name of Director	Category	No. of Board Meetings attended	Whether attended the last AGM held on 30.09.2008
Ramesh Chaudhary	Non Executive Chairman	9	Yes
Sandeep Kanoria	Managing Director	9	Yes
Amit Chaudhary*	Director (Non Executive)	9	Yes
Sanjeev Jalan	Non Executive Independent Director	7	Yes
Sharwan Kanodia	Non Executive Independent Director	7	Yes
Prabir Sadhu	Non Executive Independent Director	5	Yes
Shrikant Kasat	Non Executive Director	Nil	No
Pradeep Tulsyan	Non Executive Independent Director	<b>Appointed as Additional Director in the Board Meeting dated 26.03.2009</b>	

▪ **Information placed before the Board.**

The information as required under Annexure IA to Clause 49 is being made available to the Board. The Company did not have any pecuniary relationship or transactions with Non-Executive Directors during the year.

**3. AUDIT COMMITTEE.**

The company was sick and not operational and was referred to Honorable BIFR. The BIFR vide its order dated 31st October 2006 approved the revival scheme after which the company started its operations.

The Company in its Board meeting dated 8th June 2007 constituted the Audit Committee. The terms of reference of the Audit Committee are in accordance with Section 292 A of the Companies Act, 1956 and the items listed in clause 49 (II) (D) and (E) of Listing Agreement that inter alia, include overseeing financial reporting processes, reviewing periodic financial results, financial statements and adequacy of internal control systems with the Management and adequacy of internal audit functions, discussions with the auditors about the scope of audit including the observations of the auditors and discussion with internal auditors on any significant findings.

The Audit Committee consists of three non executive directors, out of which two are independent, non executive directors. The Chairman of the committee is an independent non executive director. The composition of the Audit Committee is as follows:

**Table 2**

<b>Sr. No.</b>	<b>Name</b>	<b>Category</b>
1	Sanjeev Jalan	Chairman (Non Executive Independent Director)
2	Sharwan Kanodia	Member (Non Executive Independent Director)
3	Amit Chaudhary	Member (Non Executive Director)

After the constitution of the Audit Committee in the year 2007, there were five Audit Committee meetings held in the year 2008-2009 held as on 29.04.2008, 31.07.2008, 05.09.2008, 31.10.2008 and 31.01.2009.

The attendance of each member of the Committee is given below:

**Table 3**

<b>Sr. no</b>	<b>Name of the Director</b>	<b>No. of Meetings attended</b>
1	Sanjeev Jalan	05
2	Sharwan Kanodia	05
3	Amit Chaudhary	05

#### **4. REMUNERATION COMMITTEE**

The Company was sick and not operational and was referred to Honorable BIFR. The BIFR vide its order dated 31st October 2006 approved the revival scheme after which the company started its operations.

The Board of Directors constituted Remuneration Committee at the Meeting of the Board of Directors held on 8th June 2007. The remuneration committee is responsible to periodically review the remuneration structure for the members of the board, considering and finalizing the remuneration and commission payable to the Managing Director and recommending to the Board of directors and such other matters as the Board may from time to time request the remuneration committee to examine and recommend / approve.

The composition of the remuneration committee is given below:

**Table 4**

<b>Sr. No.</b>	<b>Name</b>	<b>Category</b>
1	Sanjeev Jalan	Chairman (Non Executive Independent Director)
2	Sharwan Kanodia	Member (Non Executive Independent Director)
3	Amit Chaudhary	Member (Non Executive Independent Director)

#### **▪ Remuneration Policy and Details of Remuneration**

As the company is sick and the new management has taken over vide rehabilitation scheme approved by BIFR, the company is not paying any remuneration to any of the directors.

There is no Stock Option Scheme of the Company for any director.

#### **5. INVESTORS/SHAREHOLDERS GRIEVANCE COMMITTEE**

The company was sick and not operational and was referred to Honorable BIFR. The BIFR vide its order dated 31st October 2006 approved the revival scheme after which the company started its operations.

The Board of Directors constituted Investors / Shareholders Grievance Committee at the Meeting of the Board of Directors held on 8th June 2007. The committee comprises of the following:

**Table 5**

<b>Sr. no.</b>	<b>Name of the Director</b>	<b>Category</b>
1	Mr. Amit Chaudhary	Chairman (Non Executive Director)
2	Mr. Sharwan Kanodia	Member (Non Executive Independent Director)

Mr. Amit Chaudhary is a compliance officer of the company. The Company had no requests/ transfers pending at the close of the financial year 2009, which were proposed subsequently.

#### **NON EXECUTIVE DIRECTOR'S SHAREHOLDING**

None of the Non Executive Directors of the company hold any shares of the company.

#### **6. GENERAL BODY MEETINGS:**

Location and time of last three Annual General Meetings is as mentioned below:

<b>Date</b>	<b>Location</b>	<b>Time</b>
26.10.2006	D-8, Sanskruti Prangan, Baner – Balewadi Road, Baner Pune 411 046	10.00 A.M.
29.09.2007	D-8, Sanskruti Prangan, Baner – Balewadi Road, Baner Pune 411 046	10.30 A.M
30.09.2008	D-8, Sanskruti Prangan, Baner – Balewadi Road, Baner Pune 411 046	10.30 A.M

No Postal Ballot was conducted during the year.

No Special Resolutions were passed in the above meetings by postal ballot and the same is not proposed to be conducted.

#### **7. DISCLOSURES:**

##### **i) Related Party Transactions:**

During the year related party transactions have been disclosed as part of Accounts as required under Accounting standard 18 issued by the Institute of Chartered Accountants of India and is disclosed under Point 5 of Schedule 16 of the Accounts. The Audit Committee reviewed the basis & the transactions

##### **ii) Non Compliance:**

During the last three years, there were no strictures or penalties imposed by either SEBI or the Stock exchanges or any statutory authority for non-compliance of any matter related to the capital markets. However, the Company has not complied with the following:



- a. The Company has not dematerialized its shares. The Company is submitting its application to NSDL for connectivity.
- b. The Stock Exchange, Mumbai has suspended the trading since 21<sup>st</sup> April, 2009.

**iii) Whistle Blower Policy:**

The company does not have any whistle blower policy in force.

**iv) Compliance with Mandatory and Non-mandatory items:**

The company has complied with mandatory and non-mandatory requirements.

**8. MEANS OF COMMUNICATION :**

- The Audited results of the Company for the period ended on 31.03.2009 were published in national daily newspapers -The Free Press Journal (English edition) and Navshakti (Marathi edition)
- The Company sends notices to the shareholders regarding convening of General Meetings and Communication with the Stock Exchanges, SEBI and the Registrar of Companies, Pune by Registered Post and fax. The Company is in the process of developing its website.
- The Company does not display the official news releases; and the presentations made to the Institutional Investors and Analysts.
- The Management Discussion and Analysis Report forms part of this Annual Report.

**9. GENERAL SHAREHOLDER INFORMATION:**

▪ **Annual General Meeting:**

- i) Date and Time : 30.09.2009 at 10.30 A.M
- ii) Venue : D-8, Sanskruti Prangan, Baner – Balewadi Road, Baner Pune 411 046
- iii) Financial year : 1<sup>st</sup> April, 2008 to 31<sup>st</sup> March, 2009.
- iv) Date of Book Closure : 25.09.2009 to 30.09.2009 (both days inclusive)
- v) Dividend payment date: The Board has not recommended any dividend.

▪ **Listing on stock exchanges & Stock Code**

The Company's shares are listed on the following stock exchanges:

1. Bombay Stock Exchange Limited: 531813
2. Pune Stock Exchange Limited
3. Ahmedabad Stock Exchange Limited: 30042

Listing Fees for the year 2008-09 has been paid to the Bombay Stock Exchange.

- **Market Price Data** : Not Available\*
  - **Performance in comparison to broad-based indices:** Not Available\*
- \*: No quotations are available on any of the Stock Exchanges, where shares of the company are listed.

- **Registrar and Transfer Agents:**

Your company has appointed M/s. Sharex Dynamic (India) Limited as its Registrar & Transfer Agent. It is SEBI registered Registrar & Transfer Agent. The entire work relating to processing of transfer of shares has been transferred to M/s. Sharex Dynamic (India) Limited.

M/s. Sharex Dynamic (India) Limited.

Registered office: 17/B, Dena Bank Building, II Floor, Horniman Circle,  
Fort, Mumbai - 400001  
Phone: 022-22641376/22702485  
Fax : 022-22641349

Branch Office: Unit-1, Luthra Industrial Premises, I Floor, 44-E,  
M Vasanti Marg, Andheri-Kurla Road, Safed Pool,  
Andheri (E), Mumbai – 400072  
Phone: 022-28515606 / 28515644  
Fax: 022-28512885

- **Share Transfer System:**

Shareholders/Investors are requested to send documents related to share transfer directly to our Registrar and Share Transfer Agent. The transfer of shares gets registered within 10-15 days of receipt of transfer documents, if all the documents are in order.

- **Distribution of Shareholding:**

## Distribution Schedule

Distribution of shareholding as on 31<sup>st</sup> March, 2009

Shareholding of Nominal Value of Rs. Rs.	Shareholders Number	Shareholders % to Total	Share Amount. In Rupees	Share Amount % to Total
Upto 5,000	179	87.32	110310	.1
5,001 to 10,000	6	2.93	50500	.05
10,001 to 20,000	3	1.46	46400	.04
20,001 to 30,000				
30,001 to 40,000	1	.49	33400	.03
40,001 to 50,000	1	.49	50000	.05
50,001 to 1,00,000				
1,00,001 and above	15	7.32	107598250	99.73
<b>Total</b>	<b>205</b>	<b>100</b>	<b>107888860</b>	<b>100</b>

### Shareholding Pattern (as on 31<sup>st</sup> March, 2009)

Category	No. of Shareholders	No. of shares	% of shareholding.
<b>A. Promoters' holding</b>			
1.Promoters			
Indian Promoters	11	10210266	94.637
Foreign Promoters	Nil	Nil	Nil
2.Persons acting in concert	Nil	Nil	Nil
Sub Total (A)	<b>11</b>	<b>10210266</b>	<b>94.637</b>
<b>B. Non Promoters' holding</b>			
3.Institutional Investors.			
a. Mutual Funds and UTI	2	26650	0.247
b.Banks, Financial Institutions, Insurance Companies, Central/ State Govt	1	500000	4.634
c. FIIs	Nil	Nil	Nil
Sub Total (B)	<b>3</b>	<b>526650</b>	<b>4.881</b>
4. Others	Nil	Nil	Nil
a. Private Corporate Bodies.	5	18450	0.171
b. Indian Public	185	33500	0.311
c. NRIs/OCBs	1	20	0.000
d. Any others	Nil	Nil	Nil
Sub Total(C)	<b>191</b>	<b>51970</b>	<b>0.482</b>
Grand Total(A+B+C)	<b>205</b>	<b>10788886</b>	<b>100</b>

▪ **Dematerialisation of Shares:**

The shares of your company are not dematerialized. The Company is in process to avail connectivity from NSDL.

▪ **Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity:**

Not issued.

▪ **Plant Locations:** 241, Village Bebedohal, Tal. Maval, Dist. Pune 411 507.

▪ **Address for correspondence:** Shareholders' correspondence can be addressed to:

M/s. Sharex Dynamic (India) Limited.

Registered office: 17/B, Dena Bank Building,  
II Floor, Horniman Circle,  
Fort, Mumbai - 400001  
Phone: 022-22641376/22702485  
Fax : 022-22641349

Branch Office: Unit-1, Luthra Industrial Premises,  
I Floor, 44-E, M Vasanti Marg,  
Andheri-Kurla Road, Safed Pool,  
Andheri (E), Mumbai – 400072  
Phone: 022-28515606 / 28515644  
Fax: 022-28512885

▪ **Name Designation and Address of the Compliance officer**

Mr. Amit Chaudhary, Director of the Company is appointed as the Compliance officer of the Company. He may be contacted at:

Ganga Papers India Limited  
D-8, Sanskruti Prangan,  
Baner – Balewadi Road, Baner  
Pune 411 046  
Phone: 020-66206581  
Fax : 020-66206582  
Email: gangapapers@gmail.com

## **10. Other Information**

### **▪ CEO/CFO Certification:**

Pursuant to provision of sub-clause V of Clause 49 of the Listing Agreement with the Bombay Stock Exchange Limited, the Managing Director/ Manager (CEO) and the whole time Finance Director (CFO) have issued a certificate to the Board of Directors for the financial year 2008-2009.

### **▪ Risk Management**

The Company has laid down a broad framework to assess and understand various types of risks associated with the business. It lays down its hands towards suggesting and implementing various ways to minimize and evade such risks for the smooth functioning of the business.

### **▪ Accounting Standards**

The Company has adopted accounting treatments which are in conformation with those prescribed by the Accounting Standards.

### **▪ Insider Trading**

The Company has a comprehensive code of conduct with its Directors, Management and Executives to prevent insider trading as required by the SEBI regulation. In this regards, the Company lays down certain procedures and disclosures to be made while dealing with the securities of the Company

## **ANNEXURE I**

### **DECLARATION BY THE MANAGING DIRECTOR UNDER CLAUSE 49 OF THE LISTING AGREEMENT REGARDING COMPLIANCE WITH THE CODE OF CONDUCT**

In accordance with Clause 49 I(D) of the Listing Agreement with the Bombay Stock Exchange Limited, I hereby confirm that all the Board of Directors and Senior Management Personnel of the Company have affirmed to the compliance with the Code of Conduct for the year ended 31<sup>st</sup> March, 2009.

For **GANGA PAPERS INDIA LIMITED**

Sd/-  
**SANDEEP KANORIA**  
**Managing Director**

Date: 25.05.2009  
Place: Pune

**ANNEXURE II**

**AUDITORS` CERTIFICATE ON CLAUSE 49 COMPLIANCE**

The Members  
of  
**GANGA PAPERS INDIA LIMITED**

We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement entered into, by the company, with Stock Exchanges of India, for the financial year ended 31<sup>st</sup> March 2009.

The Compliance of the conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

We have conducted our review on the basis of the relevant records and documents maintained by the company and furnished to us for the review, and the information and explanations given to us by the Company.

Based on Such a review and to the best of our information and according to the explanations given to us, in our opinion, the Company has complied with the conditions of Corporate Governance, as Stipulated in Clause 49 of the said Listing Agreement except for the details mentioned in the report on Corporate Governance.

We Further state that, such compliance is neither as assurance as to the future viability of the Company, nor as to the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For and on behalf of  
**V.K.Jindal & Co.**  
Chartered Accountants

Sd/-  
V.K.JINDAL  
Partner  
Membership No: 70666

Date: 25.05.2009  
Place : Pune

## **AUDITORS REPORT TO THE MEMBERS OF GANGA PAPERS INDIA LIMITED**

1. We report that we have audited the attached Balance Sheet of Ganga Papers India Limited as at 31<sup>st</sup> March 2009 and the relative Profit & Loss Account of the Company for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956. We enclose in the Annexure a statement on the matters specified in paragraph 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to above , we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - (ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books.
  - (iii) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts.
  - (iv) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956.
  - (v) On the basis of written representation received from the directors, as on 31<sup>st</sup> March 2009 and taken on record by Board of Director's we report that none of the director's is disqualified as on 31<sup>st</sup> March 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act,1956.
  - (vi) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet and Profit and Loss Account together with the notes on accounts and the significant accounting policies, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the Accounting Principles generally accepted in India.
    - a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2009
    - b. In the case of the Profit & Loss, of the Profit for the period ended on that date and



- c. In the case of cash flow statement of the cash flows for the year ended on that date.

For V.K.Jindal & Co.  
Chartered Accountant

Date: 25.05.2009  
Place: Pune

Sd/-  
(V.K. Jindal)  
Partner

**Annexure to Auditor's Report**  
**(Referred to in paragraph 3 of our Report of even date)**

1. The Company has maintained proper record to show full particulars including quantitative details and situation of fixed assets. We are informed that the management has physically verified these fixed assets at reasonable intervals and no material discrepancies between the book records and physical verification have been noticed on such verification. There was no substantial disposal of fixed assets during the year.
2. The Stocks of finished goods, stores, spare-parts and raw materials and trading goods of the Company have been physically verified by the management. We are informed that the management has made the physical verification at reasonable intervals during the year. In our opinion, and according to the information and explanation given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to size of the Company and the nature of its business.
3. (a) The Company has not granted any loan to the parties covered in the register maintained u/s 301 of the Companies Act. 1956.  
(b) The Company has taken unsecured loan from the parties listed in the register maintained u/s 301 of the Company Act 1956. The maximum amount outstanding during the year was Rs. 9,86,95,859/- and the year end balance of loans taken from such parties was Rs. 9,07,83,859/-. No interest have been paid on such loans taken, however the other terms and conditions in which loans have been taken from the parties listed in the register maintained under section 301 of the Companies Act 1956 are not Prima facie prejudicial to the interest of the company.
4. In our opinion and according to the information and explanation given to us, there is an adequate internal control procedure commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services.
5. According to the information and explanation given to us, we are of the opinion that there are no counter arrangements referred to in section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposit during the year from the Public and hence compliance with directives issued by the Reserve Bank of India, the provision of the section 58A and section 58AA of the Companies Act, 1956 and the applicable rules framed there under does not arise.
7. In our opinion, the Company has an adequate internal audit system commensurate with its size and nature of business.
8. We are informed that the Central Government has prescribed the maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 for the products of the Company. In our opinion, adequate accounts and records have been maintained by the Company.
9. The Company is normally regular in depositing undisputed statutory dues including provident fund, sales tax, excise duty and other statutory dues with the appropriate authorities. As informed to us the provision of E.S.I. Act are not applicable to the Company.

- As per the information and explanation given to us there are no dues outstanding of sales tax, income tax and excise duty on account of any dispute except sales tax dues for the year 1995-96 Rs. 5,41,377/-
10. The Company has accumulated losses of Rs.30,45,77,607/- at the end of the financial year and has not incurred any cash losses during the year ended 31.03.09. The Company is registered as a sick Company with B.I.F.R as per the provision of SICA.
  11. In our opinion and according to the information & explanation given to us, the company has not defaulted in repayment of dues to bank and /or financial institutions. The Company has not issued debentures during the year.
  12. According to the information and explanation given to us the Company has not granted any loans and advances on the basis of security by the way of pledge of shares, debentures and other securities.
  13. In our opinion and according to the information and explanation given to us, the nature of activities of the Company does not attract any special statute applicable to chit fund and nidhi/mutual fund /societies.
  14. As informed and explained to us the Company has not dealt/traded in securities or debentures during the year. In our opinion and according to information and explanation given to us, proper records have been maintained of the transactions and contract relating to dealing /trading in share or other investment and timely entries have been made therein. The share and other investments have been held by the Company in its own name.
  15. According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
  16. The Company has not obtained any fresh term loan. All previous term loans have been repaid by the company.
  17. We have been informed by the Management that the funds raised for short term basis have not been used for long term investments and vice-versa.
  18. The Company has not made preferential allotment of shares to parties or Companies covered in the register maintained under section 301 of the Companies Act, 1956.
  19. The Company has not issued any debentures during the year.
  20. The Company has not raised any money through a public issue during the year.
  21. Based on the information and explanation furnished by the Management there were no frauds on or by the Company noticed or reported during the year.

For and on behalf of **V.K.Jindal & Co.**

Chartered Accountants

Sd/-

**V.K.JINDAL**

Partner

Membership No: 70666

Date: 25.05.2009

Place : Pune

PLEASE ATTACH THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT ALONG WITH ITS SCHEDULES HERE.(As per the excel sheet attached herewith)

**GANGA PAPERS INDIA LIMITED**  
**SCHEDULE TO BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2009**  
**SCHEDULE '16': NOTES ON ACCOUNTS**

**A) STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES:**

**a) Accounting Convention:**

The financial statements are prepared under historical cost convention, revenues are recognized and expenses are accounted on their accrual with necessary provisions for all known liabilities and losses except the following:

- Gratuity benefits which are accounted on cash basis as per the practice consistently followed by the Company.
- Bonus for the year has not been provided by the Company.

**b) Fixed Assets and Depreciation:**

- Fixed assets are stated at the original cost inclusive of expenses related to acquisition and related per-operative expenses.
- Depreciation is provided on straight-line method in accordance with the provision of section 205(2) (b) of the Companies Act, 1956.
- Depreciation on assets added/ disposed of during the year is provided on Pro-rata basis from the date of addition or up to the date of disposal.

**c) Investment:**

Long Term Investment are stated at cost less provision, if any, for diminution in value of permanent nature, wherever applicable.

**d) Inventories:**

The Inventories are valued as follows:

- Stores & Spares : At cost or net realizable value whichever is lower.
- Raw Materials : At cost or net realizable value whichever is lower.
- Finished Goods : At cost or market price whichever is lower.
- Work in Progress : At cost or net realizable value whichever is lower.
- Consumables : At cost or net realizable value whichever is lower.

**e) Retirement Benefits:**

Retirement benefits except gratuity are accounted on accrual basis. Gratuity is accounted on cash basis.

**f) Foreign Currency Transactions:**

Transactions in foreign currency are recorded at the rates, which are in force at the time transactions are effected. Exchange differences arising on foreign currency transactions are recognized as income or as expense in the period in which they arise, monetary items outstanding at the year end are reported at the exchange rate prevailing at the end of the year and the difference in rate of exchange is recognized as an item of income or expense for the year.

**g) Cenvat Accounting :**

Cenvat benefit is reduced from the cost of purchase of Raw material. Cenvat benefit availed on capital goods are reduced from the cost of respective capital assets.

**h) Sales:**

The Sales are exclusive of excise duty.

**i) Taxation:**

Income Tax expense comprises Current Tax and Deferred Tax charged or credit. The Deferred Tax charged or credit is recognized using Current Tax rates. Where there is an Unabsorbed Depreciation or Carry Forward losses, Deferred Tax Assets are recognized only if there is virtual certainty of realization of such assets. Other Deferred Tax assets are recognized only to the extent there is a reasonable certainty of realization to future. Deferred Tax Assets/ Liabilities are received as at each Balance Sheet date based on developments during the year and available Cash Loss, to reassess realization/ liabilities.

**j) Lease:**

Lease entered into on or after 1<sup>st</sup> April 2001 has been accounted for in accordance with the Accounting Standard 19 on “Leases” Issued by The Institute of Chartered Accountants of India.

**k) Use of Estimates:**

The preparation of Financial Statement in conformity with the Generally Accepted Accounting Principle requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the Financial Statement and reported amount of revenue and expenses during the reported period. Difference between actual results and estimates are recognized in the period in which the results are known /materialized.

**B) NOTES TO ACCOUNTS**

1. The Company has received state subsidy from SICOM to the tune of Rs. 45,00,000/- for starting a industrial undertaking. The Company has further availed the benefits of interest free Sales Tax Deferral Loan for payment of Sales Tax collected under the various schemes promoted by the sales tax authorities amounting to Rs. 10,50,73,704/-

2. In the opinion of the management, current assets, loans and advances are approximately of the value stated if realized in the ordinary course of business. The provisions for all known liabilities are adequate.

3. Segment accounting disclosure as required by Accounting Standard 17, “Segmental Accounting” issued by The Institute of Chartered Accountants of India, is not disclosed separately since there is only one Segment.

#### 4. Contingent Liabilities not provided for:

These, if any, are disclosed in the notes on accounts. Provision is made in the Accounts in respect of those contingencies which are likely to materialize into liabilities after the year end till the finalization of Accounts and have material effect on the position stated in the Balance Sheet.

#### 5. Related Party Disclosure:

Related party disclosure, as required by Accounting Standard 18, "Related Party Disclosure" are given below-

a)

Sr.No.	Name of the related party	Nature of relationship
1	Ganag Pulp & Papers Pvt.Ltd.	Control Exist
2	Satabadi Vinimay Pvt.Ltd.	Control Exist

b) The Following transactions were carried out with the related parties in the ordinary course of business-

Ref.	Nature of Transaction	Value of transaction
a) Ganga Pulp & Papers Pvt.Ltd.	Unsecured Loan	39,88,000
a) Satabadi Vinimay Pvt. Ltd.	Unsecured Loan	35,00,000

#### 6. Earning Per Share:

Profit computation for both, basic and diluted Earning per Share (EPS) of Rs. 10 each

Sr.No.	Particulars	31.03.2009
1	Net profit/(Loss) as per Profit & Loss A/c	(5,63,97,937.49)
2	Weighted Average number of Equity Shares	1,07,88,886
3	Earning per Share	(5.23)

#### 7. Income Tax Provisions:

Consequent to issuance of Accounting Standard 22, "Taxes on Income" by the Institute of Chartered Accountants of India, which is mandatory in nature, the company has recognized deferred taxes which result from timing difference between the Book Profit and Tax Profit.

During the year the Company has not made any Provision for Income Tax in view of the availability of the benefits of carry forward losses as per the order of BIFR.

#### 8. Secured Loans:

- a) Working Capital Finance from Bank of Baroda is secured against hypothecation of stock of the Raw materials, Work-in- progress, finished goods, other inventories, book debts and Mortgage of fixed assets in favour of the bank. The loan is further guaranteed by following Directors of the Company individuals in their personal capacities.

- i) Mr. R.K. Chaudhary
- ii) Mr. Sandeep Kanoria
- iii) Mr. Amit Chaudhary

9. Party accounts are subject to confirmation and consequential adjustments, if any in the books.

10. In Terms of notification No.GSR 129 (E) dated 22.02.1999 issued by the Department of the Companies Affairs, Ministry of Law, Justice in Company Affairs, the company called for the information from creditors regarding their status as to small scale undertaking, in order to make the required disclosure. Due to non receipt of the same, no disclosure as to the names of small scale undertaking to whom the Company owes a sum exceeding to Rupees One Lac outstanding for more than one month has been made.

11. Break up of interest free deferred Sales Tax loan is as Under :

Particulars of Scheme	31.03.2009	31.03.2008
1983 Package Scheme of Incentives	8914421	8914421
1988 Package Scheme of Incentive	6273994	6273994
1988 (Additional) Package Scheme of Incentives	1188041	1188041
1993 Package Scheme of Incentives	75288621	64818174
Sales Tax Deferral 1993 (Additional) Scheme	13408627.67	3191119.13

12. Miscellaneous Notes :

- Previous Year's figures have been regrouped and rearranged wherever necessary to confirm with current year's presentation.

13. The company is a sick company registered with BIFR and the draft Revival Scheme (DRS) has been approved and circulated by BIFR. The company has implemented the stipulations under the said Scheme.

14. Additional Information Pursuant paragraph 3 & 4 of part II of the Schedule VI of the Companies Act, 1956.

a) Licensed and Installed Capacity and Actual production :

Class of Goods	Unit	Licensed Capacity	Installed Capacity	Actual Production
Kraft Paper	MT	54,000	16,000	6910.87
News Print	MT	60,000	15,000	9267.83
Writing & Printing	MT	60,000	15,000	1337.15

**Note : Installed capacity depends upon the product mix, which has been certified by the management and accepted by the auditors without verification being a technical matter. The overall installed capacities are interchangeable and the aggregate installed capacity is 46,000 Mt. tons.**



**b) Consumption of Raw Materials :**

Particulars	Quantity (MT)	Value (Rs)
Imported Waste Paper	9561.68	122844233.7
Indigenous Waste Paper	11190.75	110568940.4

**c) Consumption of Stores & Others :**

Particulars	Quantity (MT)	Value (Rs.)
Coal		37485500.72
Colour & Chemicals		13400169.45
Stores & Consumables		11113503.25

**d) Stock and Turnover :****i) Manufacturing Item :**

Class of goods	Opening Stock		Closing Stock		Turnover	
	Quantity	Value	Quantity	Value	Quantity	Value
Kraft Paper	303.99	4939983	233.71	3272038	6986.77	113953103.50
News Print	118.75	2849976	211.54	4653968	9179.14	238638127.88
Writing Printing	209.66	5870686	73.94	2107336	1472.88	39743315.00

**e) C.I.F. Value of Import :****Amount Rs.****i) Raw Material :****97847549/-****ii) Other****1861087/-****f) Earnings in Foreign Currency: Nil****c) Managing Directors remuneration, Perquisites Etc.:**

	Particulars	31.3.2009	31.03.2008
a)	Remuneration to MD	Nil	Nil
b)	Perquisites to MD	Nil	Nil

**h) Auditors Remuneration :**

	Particulars	31.03.2009	31.03.2008
a)	For Statutory Audit	27575	28090
b)	For Tax Audit	Nil	Nil

**Date : 25.05.2009****Place Pune****for V.K.Jindal & Co.  
Chartered Accountants****SD/-  
(V.K.Jindal)  
Partner**

# **GANGA PAPERS INDIA LIMITED**

(Formerly known as Kasat Paper And Pulp Limited)

Regd. Office: D-8, Sanskruti Prangan, S.No. 131, Baner-Balewadi Road,  
Baner, Pune – 411046

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## **BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

(All amount in thousands of Rupees, unless otherwise stated)

### **1. REGISTRATION DETAILS**

Registration No. L21012MH1985PTC035575 State Code 11

Balance sheet Date: 31.03.2009

### **2. CAPITAL RAISED DURING THE YEAR**

Public issue Nil Right Issue Nil

Bonus issue Nil Private Placement Nil

### **3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS**

Total Liabilities 520343 Total Assets 520343

### **SOURCE OF FUNDS**

Paid up Capital 107888 Reserves and surplus 144157

Secured Loans 61752 Unsecured Loans 195857

### **APPLICATION OF FUNDS**

Net Fixed Assets 63849 Investment 155

Net Current Assets 147737 Misc. Expenditure Nil

#### **4. PERFORMANCE OF THE COMPANY**

Turnover	392334	Total Expenditure	374802
Profit/(Loss) Before Tax	-86677	Profit/(Loss) after Tax	-56398
Earning Per Share(Rs.) (5.23)		Dividend Rate(%)	NA

#### **5. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF THE COMPANY:**

Item Code No. (ITC Code)	: 2804
Product Description	: KRAFT PAPER
Item Code No. (ITC Code)	: 2803
Product Description	: NEWS PRINT PAPER
Item Code No. (ITC Code)	: 2802
Product Description	: WRITING PRINTING PAPER

For and on behalf of  
**V.K. JINDAL & CO**  
Chartered Accountants

**FOR GANGA PAPERS INDIA LIMITED**

SD/-  
V.K. JINDAL  
Partner

SD/-  
Ramesh Chaudhary  
CHAIRMAN

SD/-  
Sandeep Kanoria  
MANAGING DIRECTOR

Membership No: 70666

Pune, 25.05.2009

**GANGA PAPERS INDIA LIMITED TWENTY FIFTH ANNUAL REPORT 08-09**

Regd.off: D-8, Sanskruti Prangan, Baner Balewadi Road, Baner Pune – 46.

**PROXY FORM**

I / We

\_\_\_\_\_ of  
\_\_\_\_\_ being a member (s) of Ganga Papers India  
Ltd. hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or  
falling him \_\_\_\_\_ of \_\_\_\_\_ as my/our proxy to  
attend and vote for me / us on my / our behalf at the **Twenty Fifth Annual General  
Meeting** of the Company to be held on Wednesday, the 30<sup>th</sup> September, 2009 and at  
any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2009.

Member's Folio Number \_\_\_\_\_  
stamp

Affix 15 paise Revenue

Signature

No. of Shares held \_\_\_\_\_

------(Tear Here)-----  
-----

**GANGA PAPERS INDIA LIMITED TWENTY FIFTH ANNUAL REPORT 08-09**

Regd.off: D-8, Sanskruti Prangan, Baner Balewadi Road, Baner Pune – 46.

**Attendance Slip**

(TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING)

I hereby record my presence at the **Twenty Fifth Annual General Meeting** of the  
Company at D – 8, Sanskruti Prangan, Baner Balewadi Road, Baner Pune 411 046 on  
Wednesday, the 30<sup>th</sup> September, 2009.

\_\_\_\_\_  
Name of the attending member (in Block Letters)

\_\_\_\_\_  
Name of the Proxy (To be filled in if the Proxy attends instead of the Member)

Signature of Member / Proxy \_\_\_\_\_

Member's Folio Number \_\_\_\_\_ No of Shares held \_\_\_\_\_

Notes:

1. Share holders/proxy holders are requested to bring the attendance slips with them duly completed when they come to the meeting and hand them over at the entrance after affixing their signatures on them.
2. The proxy form must be deposited at the Registered Office of the Company at D – 8, Sanskruti Prangan, Baner Balewadi Road, Baner Pune 411 046.