



GAYATRI TISSUE & PAPERS LTD.

27th ANNUAL REPORT 2012-2013



BOARD OF DIRECTORS

Smt. T Indira Subbarami Reddy	Chairperson
Sri P Maruthi Babu	Director
Dr. V. L. Moorthy	Director

Company Secretary & Compliance Officer

Mr.Dinesh Vemula

STATUTORY AUDITORS

VAS & Co.,
Chartered Accountants
5-392/5, Hyderbasti,
Secunderabad-500003

REGISTERED OFFICE

16/137, Siddhartha Nagar
No.5, Near Prabodhan Krida Bhawan,
Siddhartha Nagar,
Goregaon (West), Mumbai - 400104.

CORPORATE OFFICE:

B-1, TSR Towers, 6-3-1090,
Rajbhavan Road, Somajiguda,
Hyderabad – 500 082
Tel: 040-23310330
Fax: 040-23398435

BANKERS:

Canara Bank

REGISTRARS & TRANSFER AGENTS

Venture Capital and Corporate Investments Pvt. Ltd.
12-10-167, Bharat Nagar,
Hyderabad - 500004
Tel: 040 – 23818475

NOTICE

NOTICE is hereby given that the Twenty Seventh Annual General Meeting of the Company will be held on Saturday, the 7th day of September, 2013 at 12.30 p.m at Registered office of the Company at #16/137, Siddhartha Nagar No.5, Near Prabodhan Krida Bhawan, Siddhartha Nagar, Goregaon (West), Mumbai - 400104 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account for the year ended as on that date and the reports of the Directors and Auditor's thereon.
2. To appoint a Director in place of Sri. P. Maruthi Babu who retires by rotation and being eligible offers himself for re-appointment
3. To consider the reappointment of M/s. VAS & Co., Chartered Accountants, as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting on such remuneration as may be mutually agreed to between the Board of Directors and the Auditors, including reimbursement of out of pocket expenses.

For and on behalf of the Board

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad

Date : 03.08.2013

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/herself and the proxy need not be a member of the company. Proxies duly stamped and signed must be deposited at the company's registered office not less than 48 hours before the time for holding the meeting.
2. Members desirous of obtaining any information concerning the accounts and operations of the company, are requested to sent their queries to the Company at least seven days before the date of the meeting, so that the information required by the members may be made available at the meeting.
3. The Register of Members and the Share Transfer Registers will be closed from Wednesday the 4th of September, 2013 to Saturday the 7th of September, 2013 (both days inclusive).
4. Members are requested to intimate the Registrars and share transfer agents of the Company, M/s Venture Capital and Corporate Investments Pvt. Ltd, 12-10-167, Bharatnagar, Hyderabad - 500018 Ph: 23818475 immediately of any change in their address.
5. Members holding more than one share certificate in the same name under different folios are requested to apply for consolidation of such folios in one folio and send relevant share certificates to the company's registrars and share transfer agents M/s Venture Capital and Corporate Investments Pvt. Ltd. 12-10-167, Bharatnagar, Hyderabad – 500 018 Ph: 23818475.

6. Members/proxies are requested to bring along with them the Annual Reports being sent to them.

7. Appointment / Re-appointment of Directors

The relevant information as required under Clause 49 of Listing Agreement concerning Corporate Governance Code in respect of appointment / re-appointment of Directors is given below for information of the Members;

Mr. P. Maruthi Babu, is a graduate in Electrical engineering having vast experience and had an active service of 38 years of which 19 years service in Andhra Pradesh State Electricity Board and 17 years in Central Autonomous Organization i.e., Central Board of Irrigation & Power. He has vast experience in Electrical Engineering, Administration and Accounts. His experience in electrical engineering will be of immense benefit to the company. As a senior officer in charge of Accounts in Central Board of Irrigation & Power, his experience is being used in the company for the benefit of reviewing the performance of Finance and Accounts of the company.

DIRECTORS REPORT

Dear Members,

Your Directors have pleasure in presenting the Twenty Seventh Annual Report together with Audited Statements of Accounts for the year ended 31st March, 2013.

Financial Results:

Your Directors are happy to report the operational results of the Company for the year ended 31st March 2013, the details of which are as under:

	Rs. In Lakhs	
Particulars	2012-2013	2011-2012
Total Income	605.53	542.11
Profit before depreciation and interest	54.92	43.51
Interest	—	—
Depreciation	—	—
Profit before tax	54.92	43.51
Provision for tax	17.18	17.86
Profit after tax	37.74	25.65

Review of Operations:

The Indian economy is going through challenging times with GDP growth slowing down to below 5% in F.Y. 2012-13. In this difficult times, the Company has performed well and the turnover of the company has increased by 11.70% over the previous financial year and earnings before interest, depreciation and taxation increased by 26.22% over the previous financial year. The profits are increased due to cost control measures implemented by the company.

Dividend:

The Company proposes to retain profits of the current year for company's future plans and developments. Hence, your directors have not recommended dividend for the Financial Year 2012-2013.

Listing of Securities:

The company's shares are listed with the Bombay Stock Exchange and the Company has complied with all rules, regulations and guidelines of the Stock Exchange.

Directors Responsibility Statement:

In accordance with the provisions of Section 217 (2AA) of the Companies Act, 1956 your Directors state:

- i) That in preparation of the Annual Accounts, the applicable Accounting Standards have been followed.
- ii) That your directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- iii) That your directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with provisions of this Act for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) That your Directors have prepared annual accounts on a going concern basis.

Public Deposits:

The company has not accepted any deposit from the public falling under the provision of Section 58A and 58 AA of the Companies Act, 1956 during the year under review.

Auditors:

The Auditors M/s. VAS & Co., Chartered Accountants, Secunderabad will retire at the conclusion of the ensuing Annual General Meeting. They have signified their willingness to accept re-appointment and have further confirmed their eligibility under Section 224 (1-B) of the Companies Act, 1956

Particulars of Employees:

The details required under section 217(2A) of the Companies Act, 1956 read the Companies (Particulars of Employees) Rules, 1975 are not furnished as there are no employees who are covered under the above section.

Conservation of Energy and Foreign Exchange Earnings:

Details regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and outgo as required by Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of the Particulars in the Report of Board of Directors) Rules, 1988 are not given as the same is not applicable to the Company.

Corporate Governance:

Pursuant to clause 49 of the Listing Agreement, a report on Corporate Governance and a certificate from the auditors of the company is given, which forms part of this report.

Compliance Certificate:

The Company has obtained Compliance certificate pursuant to section 383A of the Companies Act, 1956 and is attached to this report.

Industrial Relations:

Employees are our vital and most valuable assets. We have created a favorable work environment that encourages innovation and creativity. The Industrial Relations continued to be peaceful during the year.

Acknowledgments:

Your Directors wish to express their grateful appreciation for the cooperation and support received from the Government, Banks, vendors, customers, consultants, auditors, staff and others who have been assisting your Company in the various facets of its operations.

For and on behalf of the Board

Sd/-
(T Indira Subbarami Reddy)
Director

Sd/-
(P. Maruthi Babu)
Director

Place : Hyderabad
Date : 29.05.2013



Y. KOTESWARA RAO

Practicing Company Secretary

H. No. 48-345, Ganesh Nagar Colony,
Chinthal, HMT Road, Hyderabad - 500 054

Phone: 040 2308 6394 (O & R)

SECRETARIAL COMPLIANCE REPORT

CIN : L51900MH1987PLC042141
Nominal Capital : Rs. 16,50,00,000/-
Name of the Company : M/s GAYATRI TISSUE & PAPERS LIMITED

To,
The Members,

I have examined the registers, records, books and papers of M/s. Gayatri Tissue & Papers Limited (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2013. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company, being a public limited Company, comments are not required.
4. The Board of Directors duly met four times respectively on 30.05.2012, 13.08.2012, 14.11.2012 and 14.02.2013 in respect of which meetings proper notices were given and the proceedings were properly recorded in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members, and/or Debenture holders from September 24, 2012 to September 28, 2012 and necessary compliance of section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended on 31st March, 2012 was held on 28.09.2012 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or companies referred to under Section 295 of the Act.
9. The Company has duly complied with the provisions of Section 297 of the Act in respect of contracts specified in that section.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of the section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government.

12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company:
 - (i) has not made any allotment of Equity Shares and 200 Equity Shares of Rs.10/- each were transferred and there were no transmission of securities during the financial year.
 - (ii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iii) was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
 - (iv) has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and Smt. T. Indira Subbarami Reddy who retired by rotation being eligible for re-appointment, has been re-appointed as Director and there was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director / Whole-time Director / Manager during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and/ or such authorities prescribed under various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. The Company has so far not issued any redeemable preference shares/debentures.
22. During the year under review, the Company has not declared any dividend, rights shares and bonus shares and hence the question of keeping in abeyance right to dividend, rights shares and bonus shares pending registration of transfer of shares does not arise.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowings during the financial year ended 31st March 2013.
25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.

Twenty Seventh Annual Report

29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was/were no prosecution initiated against or show cause notices received by the Company, and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The provisions of Employees Provident Fund and Miscellaneous Provisions Act 1952 are not applicable to the company.

Place : Hyderabad
Date : 29.05.2013

Signature : Sd/-
Name of Practicing
Company Secretary : **Y. KOTESWARA RAO**
C. P. No. : **7427**

Annexure 'A'-SECRETARIAL COMPLIANCE CERTIFICATE

CIN : L51900MH1987PLC042141
Nominal Capital : Rs. 16,50,00,000/-
Name of the Company : M/s GAYATRI TISSUE & PAPERS LIMITED

Registers Maintained by the Company

Sl. No.	Section Number	Name of the Register
1	108	Share Transfer Register
2	150/151	Register of Members/Index of members
3	193	Minutes of all meetings of Board of Directors
4	193(1)	Minutes of A.G.M/Extra-ordinary General Meetings
5	303	Register of Directors
6	307	Register of Directors' shareholding
7	-	Board Meeting/Shareholders attendance register(s)
8	297/299/301/301(3)	Register of contracts, companies and firms in which Directors of the company are interested.
9	372A	Register of Investments, Loans.

Place : Hyderabad
Date : 29.05.2013

Signature : Sd/-
Name of Practicing
Company Secretary : **Y. KOTESWARA RAO**
C. P. No. : **7427**

Annexure 'B'-SECRETARIAL COMPLIANCE CERTIFICATE

CIN : L51900MH1987PLC042141
Nominal Capital : Rs. 16,50,00,000/-
Name of the Company : M/s GAYATRI TISSUE & PAPERS LIMITED

Returns/Documents/Forms filed with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended March 31, 2013.

FOR THE YEAR 2012-2013 (01-04-2012 TO 31-03-2013) REGISTRAR OF COMPANIES

Sl.	Form	Relevant Section	Description	Date of filing	Whether filed with inprescribed time yes/No	If delay in filing whether requisite additional fee paid Yes/No
1	Form – 66	383A	Certificate of Secretarial Compliance for the year ended 31.03.2012 (Due date on or before 28/10/2012)	27.10.2012	Yes	
2	Form – 23 AC & 23 ACA XBRL	220	Balance Sheet and Profit and Loss Account for the year ended 31.03.2012 adopted at the AGM held on 28/09/2012.(Due date on or before 15.01.2013)	12.01.2013	Yes	—
3	SH – V Form – 20B	159/160	Annual Return for the year 31/03/2012 made up to AGM held on 28/09/2012(Due Date on or before 26/11/2012)	28.11.2012	No	Yes

REGIONAL DIRECTOR

NIL

CENTRAL GOVERNMENT & OTHER AUTHORITIES

NIL

Place : Hyderabad
 Date : 29.05.2013

Signature : Sd/-
 Name of Practicing
 Company Secretary : **Y. KOTESWARA RAO**
 C. P. No. : **7427**

REPORT ON CORPORATE GOVERNANCE

I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

At the outset Clause – 49 of the Listing Agreement is not applicable to the Company as neither paid up capital nor the Net Worth of the Company has met the threshold limits prescribed by Securities and Exchange Board of India (SEBI). However, the Company believes that a good corporate governance practice enables the management to direct and control the affairs of the Company in an efficient manner and to achieve the Company's goal of maximizing value for all its stakeholders. The Company has a strong legacy of fair, transparent and ethical governance practices.

The Company has adopted a code of conduct for members of the Board and senior management, who have all affirmed in writing their adherence to the code.

II. BOARD OF DIRECTORS

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Memberships held by them in other companies is given below. Other Directorships do not include alternate Directorships, Directorships of private Ltd companies and of companies incorporated outside India. Chairmanship/ membership of Board Committees includes membership of Audit and Shareholders/Investors Grievance Committees.

Name of the Director & Category	No. of Board meetings during the year 2012- 13		Whether attended last AGM held on 28th September 2012	No. of Directorships in other public Companies	No. of Committee positions held in other public companies	
	Held	Attended			Chairman	Member
Mrs. T Indira Subbarami Reddy (Chairperson) Non Executive & Non Independent	4	4	No	6	—	1
Mr. P. Maruthi Babu Executive & Non Independent	4	4	No	3	1	2
Dr. V L Moorthy Non Executive & Independent	4	4	Yes	3	—	2

Meetings held in the Financial Year 2012-2013 and the attendance of Directors:

The Board meets at least once in a quarter to consider among other business, the quarterly performance of the company and financials results. During the financial year 2012-2013, the Board held four meetings on 30.05.2012, 13.08.2012, 14.11.2012 and on 14.02.2013.

III. AUDIT COMMITTEE

- a) The Audit Committee of the Company is duly constituted taking into consideration of Clause 49 of the Listing Agreements with the Stock Exchanges to the maximum extent.

The Functions of Audit Committee include:

- ❖ Overseeing of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- ❖ Reviewing the adequacy of internal audit functions.

- ❖ Reviewing the quarterly and annual financial statements before submission to the Board.
 - ❖ Reviewing the adequacy of internal control and their compliance thereof.
 - ❖ Reviewing the Company's financial and risk management policies.
- b) The composition of the Audit Committee and particulars of meetings attended by the members of the Audit Committee are given below :

Name of the Director	No. of Audit Committee meetings	
	Held	Attended
Dr. V.L. Moorthy – Chairman	4	4
Mr. P. Maruthi Babu – Member	4	4
Smt. T. Indira Subbarami Reddy – Member	4	4

Four Audit Committee meetings were held during the year. The dates on which the said meetings were held are as follows: on 30.05.2012, 13.08.2012, 14.11.2012 and on 14.02.2013. The necessary quorum was present at all the meetings.

IV. Remuneration Committee

During the year no remuneration committee meetings held.

V. SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE

- a) A Shareholders / Investors Grievance Committee of Directors reviews the following:
- Transfer/transmission of shares / debentures
 - Issue of duplicate share certificates
 - Review of shares dematerialized and all other relevant matters
 - Monitors expeditious redressal of investor's grievances
 - Non receipt of Annual reports and declared dividend
 - All other matters related to shares/debentures
- b) The constitution of Shareholders/Investors Grievance Committee is as follows:
1. Dr. V.L. Moorthy Chairman
 2. Mr. P. Maruthi Babu Member

Name of the Director	No. of Shareholders/Investors Grievance Committee meetings	
	Held	Attended
Dr. V.L. Moorthy – Chairman	1	1
Mr. P. Maruthi Babu – Member	1	1

*During the year one Shareholders/ Investors Grievance Committee was held on 16.06.2012

- c) Name, designation and address of Compliance Officer:

Dinesh Vemula

Company Secretary & Compliance Officer

6-3-1090, TSR Towers

Raj Bhavan Road, Somajiguda, Hyderabad – 500082

Tel: +91 40 23310330 Fax: +91 40 23398435

E Mail : cs@gayatri.co.in

d) Details of complaints received and redressed :

Opening Balance	Received during the year	Resolved during the year	Closing Balance
NIL	NIL	NIL	NIL

VI. GENERAL BODY MEETINGS

Annual General Meeting

The Twenty Fourth Annual General Meeting of the Company was held on 29th September, 2010 at 3.30 PM at the Registered Office of the Company.

The Twenty Fifth Annual General Meeting of the Company was held on 16th September, 2011 at 3.30 PM at the Registered Office of the Company.

The Twenty Sixth Annual General Meeting of the Company was held on 28th September, 2012 at 3.00 PM at the Registered Office of the Company.

Extra ordinary General Meeting

No Extra ordinary General Meeting of the shareholders of the Company was conducted during the year.

No Postal Ballot was conducted during the year

VII. DISCLOSURES

1. Transactions entered with related parties during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time. These transactions have no potential conflict with the interests of the Company at large.
2. The Board of Directors has adopted the Code of Conduct and Ethics for Directors and Senior Management. The said code has been communicated to the Directors and the members of the Senior Management and the code has also been posted on the Company's website.
3. Details of non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the period from 1st April, 2012 to 31st March, 2013: Nil.
4. Secretarial Audit:

A Qualified Practicing Company Secretary carried out a Secretarial Audit to reconcile the total admitted capital with National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd (CDSL) and the total issued and listed capital. The secretarial audit report confirms that the total issued / paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

VIII. MEANS OF COMMUNICATION

The quarterly, half-yearly results of the Company are published in leading newspapers in India which include Financial Express and Nav Shakti.

IX. GENERAL SHAREHOLDER INFORMATION

a) Annual General Meeting :

Financial Year : 2012 – 2013
 Date : 07.09.2013
 Time : 12.30 p.m

Venue : 16/137, Siddhartha Nagar, No.5, Near Prabodhan Krida Bhawan, Siddhartha Nagar, Goregaon (West), Mumbai -400104.

b) Financial Calendar:

For the Financial Year 2012-13, results will be announced on:

Results for the first quarter ended : Latest by Second week of August 2013
June 30, 2013

Results for the second quarter ended : Latest by Second week of November 2013
September 30, 2013

Results for the third quarter ended : Latest by Second week of February 2014
December 31, 2013

Results for the fourth quarter ended : Within the time stipulated in Clause 41 of
March 31, 2014 the Listing Agreement.

c) Date of Book Closure: From 4th of September, 2013 to Saturday the 7th of September, 2013 (both days inclusive).

d) Listing on Stock Exchanges: The shares of the Company are listed on The Bombay Stock Exchange. Listing Fee has been paid for the stock exchange for the financial year 2013-2014.

e) Stock Market data :

Stock Code : 512479

Scrip ID : GYTRIPA

f) Registrar and Transfer Agents :

VENTURE CAPITAL AND CORPORATE INVESTMENTS PVT. LTD.

12-10-167 Bharat Nagar,

Hyderabad – 500018

Tel: 040 – 23818475/23818476/23868023

Fax: 040 – 23868024

Email: info@vccilindia.com

Website: www.vccilindia..com

g) Share Transfer System :

Transfers of shares held on dematerialized form are done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form, the transfer documents can be lodged with the Registrars & Share Transfer Agents at the above mentioned addresses. Transfers of shares in physical form are normally processed within 15 days from the date of receipt, if the documents are complete in all respects. The Directors and the Company Secretary are severally empowered to approve transfers.

j) Shareholding as on 31st March, 2013

1) Categories of Shareholders as on 31st March, 2013:

Shareholders	As on 31 st March, 2013		As on 31 st March, 2012	
	No. of Shares	%	No. of Shares	%
Promoters	1124700	74.98	1124700	74.98
Financial Institutions and Banks	—	—	—	—
Private corporate bodies	—	—	—	—
Indian Public	375300	25.02	375300	25.02
NRI/OCB	—	—	—	—
Clearing member	—	—	—	—
Total	1500000	100.00	1500000	100.00

2) Distribution of Shareholding (as on 31st March, 2013)

Shares	Holders		Shares	
	Number	% To Total	No. of Shares	% To Total
Upto - 500	20	10.87	3000	0.2
501 - 1000	18	9.78	16700	1.11
1001 - 2000	100	54.35	157300	10.49
2001 - 3000	33	17.93	82000	5.47
3001 - 4000	7	3.8	24400	1.63
4001 - 5000	4	2.17	17800	1.19
10001 and above	2	1.09	1198800	79.92
Total	184	100	1500000	100

3) Address for Correspondence

CS Dinesh Vemula

Company Secretary & Compliance Officer

6-3-1090, TSR Towers

Raj Bhavan Road, Somajiguda, Hyderabad – 500 082

Tel: +91 40 23310330 Fax: +91 40 23398435

E Mail: csdinesh@gayatri.co.in

DECLARATION

As stipulated under the provisions of the sub-clause I (D) (iii) of Clause 49 of the Listing Agreement with stock exchanges, all the Directors and the designated personnel in the senior management of the Company have affirmed compliance with the code for the financial year ended 31st March, 2013.

For GAYATRI TISSUE & PAPERS LTD

Place : Hyderabad
Date : 29.05.2013

Sd/-
(T. INDIRA SUBBARAMI REDDY)
Director

Sd/-
(P. MARUTHI BABU)
Director

Chief Executive Officer and Chief Finance Officer Certification under Clause 49 of the Listing Agreement with the Stock Exchange

In relation to the Audited Financial Accounts of the Company as at 31st March, 2013, we hereby certify that

- a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
 - i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with the applicable accounting standards, applicable laws and regulations.
- b) There are to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - i) significant changes in internal control over financial reporting during the year;
 - ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad

Date : 29.05.2013



VAS & CO.,
CHARTERED ACCOUNTANTS
5-392/5 Hyderbasti,
Secunderabad - 500 003
Tel. 27542721

Certificate on Compliance of Corporate Governance as per the Standard Listing Agreement:

To the Members of Gayatri Tissue & Papers Limited

We have examined the compliance conditions of corporate governance by Gayatri Tissue & Papers Ltd for the year ended 31st March 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with Bombay Stock Exchange.

The compliance of conditions of corporate governance is the responsibility of the management of the Company. 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.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

We state that, as per the records maintained by the Grievance Committee there are no investor grievances pending for a period exceeding one month against the Company.

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

For VAS & CO.,
Chartered Accountants

Sd/-
G.S.S. SRINIVAS
Proprietor
Membership No. 20901

Place : Secunderabad
Date : 29.05.2013



VAS & CO.,
CHARTERED ACCOUNTANTS
5-392/5 Hyderbasti,
Secunderabad – 500 003
Tel. 27542721

INDIPENDENT AUDITOR'S REPORT

To the Members of M/s. GAYATRI TISSUE & PAPERS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of GAYATRI TISSUE & PAPERS LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- (c) in the case of cash flow statement, of the cash flows for the year ended on that date;

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as 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 Balance Sheet, the Statement of Profit and Loss and the cash flow statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 f the Companies Act, 1956.

For VAS & CO.,
Chartered Accountants
Firm's Registration Number: 0045375

Sd/-
G.S.S. SRINIVAS
Proprietor
Membership No. 020901

Place : Secunderabad
Date : 29.05.2013



ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph 3 of our report of even date)

- 1 In respect of its fixed assets:
 - a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b. All the assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c. None of the fixed assets was disposed off during the year.
- 2 In respect of its inventories:

As explained to us, there are no inventories in the company and hence clause (ii) of paragraph 4 of the Order is not applicable.
3. In respect of the Loans secured or unsecured, granted or taken by the company to / from companies, firms or other parties covered in the register maintained u/s 301 of the Companies Act.
 - a. The Company has not granted any loans, Secured or unsecured, to Companies, Firms or other parties covered in the register maintained under section 301 of the Act. Accordingly sub clauses (b), (c), (d) & (e) of clause (iii) of this Order are not applicable.
 - b. In our opinion and according to the information and explanations given to us, the rate of interest, where ever applicable and other terms and conditions of the unsecured loans taken by the Company are not prima facie, prejudicial to the interest of the Company.
 - c. The Company has taken any loans, secured or unsecured, to / from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- 4 In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.
5. In respect of the contracts or arrangements referred to in section 301 of the Companies Act, 1956.
 - a. According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
 - b. According to the information and explanations given to us, we are of the opinion that the transactions made in pursuance of such contracts or arrangements entered in the register maintained u/s 301 of the Companies Act, 1956 and exceeding the value of Rs. 5 lakhs in respect of each party during the year have been made at prices, which are reasonable having regard to the prevailing market price at the relevant time.
6. The Company has not accepted deposits from the public within the meaning of Section 58A of the Companies Act, 1956 and the rules framed there under.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the book of accounts maintained by the company where, pursuant to the Rules made by the Central Government, the maintenance of cost records has been prescribed under

clause (d) of sub-section (1) of Section 209 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

9. In respect of statutory dues:
 - a. According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sale tax, service tax, and other material statutory dues applicable to it. There are no arrears of statutory dues as at 31st March, 2013, which are outstanding for a period of more than six months from the date they became payable.
 - b. According to the information and explanations given to us, there are no undisputed amounts payable in respect of income tax, sale tax, service tax, were in arrears, as at the last day of the financial year for a period of more than six months from the date they became payable.
10. The Company has no accumulated losses as at 31st March, 2013 and it has not incurred any cash loss in the financial year under report and in the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
12. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. All the shares held as investments have been held by the Company in its own name.
15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. To the best of our knowledge and belief and according to the information and explanations given to us, the company has not availed any term loans.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of the opinion that there are no funds raised on short-term basis, prima facie, been used during the year for long-term investments.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year. Hence clause (xix) of paragraph 4 of the Order is not applicable.
20. The Company has not raised any money by the way of Public Issue during the year. Hence, clause (xx) of paragraph 4 of the Order is not applicable.
21. To the best of our knowledge and belief, and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For VAS & CO.,
Chartered Accountants
Firm's Registration Number: 0045375

Sd/-
G.S.S. SRINIVAS
Proprietor
Membership No. 020901

Place : Secunderabad
Date : 29.05.2013

BALANCE SHEET AS AT 31st MARCH, 2013

Particulars	Note	Amount (Rs.)			
		As at 31st March, 2013		As at 31st March, 2012	
I. EQUITY AND LIABILITIES					
1. Shareholder's Funds					
a) Share capital	2	1,50,00,000		1,50,00,000	
b) Reserves & Surplus	3	1,51,60,383	3,01,60,383	1,13,86,747	2,63,86,747
2. Non-Current Liabilities					
a) Long-term borrowings		—		—	
b) Deferred tax liabilities (net)		—		—	
c) Other long-term liabilities	4	5,57,000		5,57,000	
d) Long-term provisions		—	5,57,000	—	5,57,000
3. Current Liabilities					
a) Short-term borrowings		—		—	
b) Trade payables		—		—	
c) Other current liabilities	5	35,590		2,73,025	
d) Short-term provisions	6	36,47,847	36,83,437	34,91,036	37,64,061
TOTAL:			3,44,00,820		3,07,07,808
II. ASSETS					
1. Non-Current Assets					
a) Fixed Assets					
i) Tangible assets		—		—	
ii) Intangible assets		—		—	
iii) Capital Work-in-Progress		—		—	
b) Non-current investments		—		—	
c) Long-term loans & advances		—	—	—	—
2. Current Assets					
a) Inventories		—		—	
b) Trade receivables	7	1,48,84,546		88,59,617	
c) Cash & Bank Balances	8	8,82,515		3,10,441	
d) Short-term loans & Advances	9	74,07,139		84,40,026	
e) Other current assets	10	1,12,26,620	3,44,00,820	1,30,97,724	3,07,07,808
TOTAL:			3,44,00,820		3,07,07,808
Significant accounting policies	1				

The accompanying notes and other explanatory information form an integral part of the financial statements.

As per our report attached

For and on behalf of the Board

For VAS & CO.,
Chartered Accountants

Sd/-
G.S.S. SRINIVAS
Proprietor

Sd/-
(T. INDIRA SUBBARAMI REDDY)
Director

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad
Date : 29-05-2013

Sd/-
(DINESH VEMULA)
Company Secretary

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2013

Amount (Rs.)

Particulars	Note	For the Year Ended 31st March, 2013	For the Year Ended 31st March, 2012
I. Revenue from Operations		6,05,52,970	5,42,11,278
II. Other Income		4,18,848	—
III. Total Revenue		6,09,71,818	5,42,11,278
IV. EXPENSES			
Work Expenditure	11	5,30,86,229	4,76,58,254
Employee benefit expense	12	15,58,000	13,68,000
Other expenses	13	8,35,762	8,33,615
Total Expenses		5,54,79,991	4,98,59,869
V. Profit before exception & extraordinary items and tax		54,91,827	43,51,409
VI. Exceptional Items		—	—
VII. Profit before extraordinary items and tax		54,91,827	43,51,409
VIII Extraordinary Items		—	—
IX Profit before Tax		54,91,827	43,51,409
X Tax Expenses			
a) Current tax expenses relating to prior years		—	4,22,137
b) Current Tax		17,18,191	13,63,597
c) Deferred Tax		—	—
XI Profit (Loss) for the year		37,73,636	25,65,675
XII Earning per share (of Rs. 10/- each)			
a) Basic and diluted		2.52	1.71

Significant accounting policies

The accompany notes and other explanatory information form an integral part of the financial statements.

As per our report attached

For and on behalf of the Board

For VAS & CO.,
Chartered Accountants

Sd/-
G.S.S. SRINIVAS
Proprietor

Sd/-
(T. INDIRA SUBBARAMI REDDY)
Director

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad
Date : 29-05-2013

Sd/-
(DINESH VEMULA)
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2013

Amount (Rs.)

Particulars	For the Year Ended 31st March, 2013	For the Year Ended 31st March, 2012
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax and extra ordinary items	54,91,827	43,51,409
Adjustment for:		
Add: Depreciation	—	—
Operating profit before working capital changes	54,91,827	43,51,409
Adjustment for:		
Increase /Decrease in deposit	—	—
Increase /Decrease in debtors	(60,24,929)	(13,09,601)
Increase /Decrease in other advances	29,03,991	(13,45,047)
Increase /Decrease in other liabilities	(2,37,435)	(55,625)
Increase /Decrease in sundry Creditors	—	(1,58,949)
	(33,58,373)	(28,69,222)
Cash generated from operations	21,33,454	14,82,187
Less: Taxes paid	15,61,380	5,68,077
Net cash from operating activities	5,72,074	9,14,110
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Net cash from investing activities	—	—
C. CASH FLOW FROM FINANCIAL ACTIVITIES :		
Advances	—	(15,19,705)
Net cash from financing activities	—	(15,19,705)
A+B+C	5,72,074	(6,05,595)
Cash & cash equivalents at 1st April 2012	3,10,441	9,16,036
Cash & cash equivalents at 31st March 2013	8,82,515	3,10,441

- Note:** 1. Cash and cash equivalents consist of cash on hand and balances with banks.
2. The cash flow statement is prepared in accordance with the indirect method stated in accounting standard 3 issued by ICAI on Cash flow statements and presents cash flows by Operating ,Investing and Financing activities.

As per our report of event date attached

For and on behalf of the Board

For VAS & CO.,
Chartered Accountants

Sd/-
G.S.S. SRINIVAS
Proprietor
Membership No. 20901

Sd/-
(T. INDIRA SUBBARAMI REDDY)
Director

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad
Date : 29-05-2013

Sd/-
(DINESH VEMULA)
Company Secretary

SIGNIFICANT ACCOUNTING POLICIES AND NOTES forming part of the FINANCIAL STATEMENTS AS AT 31.03.2013.

Corporate Information :

Gayatri Tissue and Papers Ltd. was incorporated in the year 1987 executing civil works as sub-contractors.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. Basis for preparation of financial statements

The financial statements have been prepared to comply in all respects with mandatory Accounting Standards issued by Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. The accounts are prepared under historical cost convention and on the going concern basis, with revenue recognized, expenses accounted on their accrual and in accordance with applicable Accounting Standards issued by Institute of Chartered Accountants of India. The accounting policies have been consistently applied by the company.

1.2. Use of estimates

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

1.3. Revenue recognition

- a) Revenue from fixed price construction contracts is recognised by reference to the percentage of completion basis, which necessarily involve technical estimates of the percentage of completion, and costs to completion, of each contract / activity, on the basis of which profits and losses are accounted. Such estimates, made by the Company and certified to the Auditors have been relied upon by them, as there are of technical nature.
- b) The stage of completion of contracts is measure by reference to the proportion that contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs for each contract.

1.4. Fixed Assets and Depreciation

- a) Fixed Assets are stated at cost of acquisition, less accumulated depreciation thereon. Expenditure which are of capital in nature are capitalized at cost, which comprises of purchase price (net of rebates and discounts), import duties, levies, financing costs and all other expenditure directly attributable to bringing the asset to its working condition for its intended use.
- b) Depreciation is provided on straight line method at the rates prescribed in Schedule XIV of the Companies Act, 1956. Leasehold improvements are amortized over the period of lease.

1.5. Earning per share

Basic and Diluted Earning Per Share (EPS) is reported in accordance with Accounting Standard on Earning Per Share issued by ICAI. EPS is computed by dividing the net profit or loss for the year by weighted average number of Equity shares outstanding during the year.

1.6. TAXATION

a) Current Tax

Provision for Current tax is made based on the liability computed in accordance with the relevant tax rates and provisions of Income Tax Act, 1961. Provision for deferred tax is made for timing differences arising between the taxable incomes and accounting income computed using the tax rates and the laws that have been enacted or substantively enacted as of the

Balance Sheet date.

b) Deferred Taxes

Deferred Tax is accounted for by computing the tax effect of timing differences which arise during the year and reverse in subsequent periods. Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Assets can be realized.

1.7. IMPAIRMENT OF FIXED ASSETS

The carrying amount of assets, other than inventories is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the assets is estimated. The recoverable amount is the higher of the asset's net selling price and value in use which is determined based on the estimated future cash flow discounted to their present values. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

2. SHARE CAPITAL

Particulars	As at March, 2013	As at March, 2012
Authorised 1,65,00,000 Equity shares of '10/- par value	16,50,00,000	16,50,00,000
Issued, Subscribed and Paid-Up Equity shares, '10/- par value 15,00,000 equity shares fully paid-up	1,50,00,000	1,50,00,000
	1,50,00,000	1,50,00,000

2 (a) The details of Share Holders holding more-than 5 percent shares as at 31st March, 2013 and 31st March, 2012 is set out below:

Shareholders	As on 31 st March, 2013		As on 31 st March, 2012	
	No. of Shares	% of Holding	No. of Shares	% of Holding
T. Indira Subbarami Reddy	11,24,700	74.98	11,24,700	74.98

3. RESERVES AND SURPLUS

Particulars	As at 31st March, 2013	As at 31st March, 2012
General Reserve		
Opening Balance	20,00,000	20,00,000
Add: Transferred from Surplus	—	—
	20,00,000	20,00,000
Profit and Loss Account		
Opening Balance	93,86,747	68,21,072
Add: Net profit after Tax	37,73,636	25,65,675
Amount available for appropriation	1,31,60,383	93,86,747
TOTAL	1,51,60,383	1,13,86,747

4. OTHER LONG TERM LIABILITIES

Particulars	As at 31st March, 2013	As at 31st March, 2012
Loans and Advances		
<i>Secured, considered good</i>	5,57,000	5,57,000

5. OTHER CURRENT LIABILITIES:

Particulars	As at 31st March, 2013	As at 31st March, 2012
Current maturities of long term debt	—	—
Remuneration Payable to Directors	—	—
Unpaid dividends	—	—
Unpaid matured debentures and interest accrued thereon	—	—
Other Liabilities	35,590	2,73,025
TOTAL	35,590	2,73,025

6. SHORT TERM PROVISIONS

Particulars	As at 31st March, 2013	As at 31st March, 2012
Provision for income tax	36,47,847	34,91,036

7. TRADE RECEIVABLES

Particulars	As at 31st March, 2013	As at 31st March, 2012
<i>Trade receivables outstanding for a period less than six months from the date they are due for payment</i>		
Unsecured, considered good	1,48,73,807	88,59,617
Unsecured, considered doubtful	—	—
Less: Provision for doubtful debts	—	—
<i>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</i>		
Unsecured, considered good	10,739	—
Unsecured, considered doubtful	—	—
Less: Provision for doubtful debts	—	—
TOTAL	1,48,84,546	88,59,617

8. CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2013	As at 31st March, 2012
a) Cash on hand	2,07,786	2,74,021
b) Balances with Banks	6,74,729	36,420
TOTAL	8,82,515	3,10,441

9. SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2013	As at 31st March, 2012
a) Loans and Advances to Related Parties		
<i>Secured, Considered Good</i>	---	---
Advances to Suppliers	---	---
Advances to Subcontractors	---	---
Staff Advances	---	---
Other Advances	---	---
b) Loans and Advances to Others		
<i>Secured, Considered Good</i>	---	---
Advances to Labour contractors	37,83,000	27,00,000
Rent Advance	50,000	50,000
Other Advances	35,74,139	56,90,026
TOTAL	74,07,139	84,40,026

10. OTHER CURRENT ASSETS

Particulars	As at 31st March, 2013	As at 31st March, 2012
Pre-operative Expenses	1,12,26,620	1,30,97,724

11. WORK EXPENDITURE

Particulars	As at 31st March, 2013	As at 31st March, 2012
Earth Work	5,12,15,125	4,57,87,150
Other Work Expenditure	18,71,104	18,71,104
TOTAL	5,30,86,229	4,76,58,254

12. EMPLOYEE BENEFITS EXPENSES

Particulars	As at 31st March, 2013	As at 31st March, 2012
Salaries and Wages	15,58,000	13,68,000
Staff Welfare	—	—
TOTAL	15,58,000	13,68,000

13. OTHER EXPENSES

Particulars	As at 31st March, 2013	As at 31st March, 2012
Printing and Stationery	24,487	11,520
Telephones	48,000	36,000
Traveling and Conveyance	76,815	99,540
Advertisement Expenses	1,73,395	2,12,289
General Expenses	1,36,031	1,12,434
Consultancy Fee	67,562	88,531
Listing Fee	30,336	29,781
Rent	1,69,500	1,35,000
Office Maintenance	78,755	72,259
Registration & Filing Fee	1,593	4,680
Bank Charges	1,198	1,946
Auditors Remuneration	28,090	29,635
TOTAL	8,35,762	8,33,615

14. Earning Per Share (EPS)

Earning per share calculated as per Accounting Standard 20 on Earning per share issued by the ICAI. For the purpose of computing

Particulars	2012-13	2011-12
a) Net profit available for equity share holders	37,73,636	25,65,675
b) Weighted average No. of equity shares as denominator for calculating EPS.	15,00,000	15,00,000
c) Basic and Diluted EPS (Rs.)	2.52	1.71

15. Remuneration to Statutory Auditors

Particulars	2012-13	2011-12
Statutory Audit	28,090	29,635

Fee mentioned above includes service tax and education cess thereon

16. Details of related parties:

Associated Companies	Relationship	Nature of Transaction
Gayatri Projects Limited	Associated Companies	Contract
Key Management Personnel		
Smt. T. Indira Subbarami Reddy	Director	Loans

17. Related Party Transactions

Details of Transactions as per Accounting Standard – 18 are as under

S.No.	Description	2012-2013	2011-2012
		Associate concerns	Associate concerns
1.	Gayatri Projects Limited - Contract Receipts	6,05,52,970	5,42,11,278
2	Deep Corporation Private Limited - Rent	NIL	NIL
3	Closing Balances-Debit -Contract Receipts	1,48,84,546	88,59,617
4	Closing Balances-Credit	NIL	NIL

18. Previous year figures have been regrouped/ rearranged / reclassified wherever necessary to confirm with the current year presentation. All amounts are rounded off to the nearest rupee.

19. Information as per para 4C of part II of Sch. VI of the Companies Act – regarding licensed, installed, actual production is not applicable to the Company.

As per our report of even date

For VAS & CO.,
Chartered Accountants

For and on behalf of the Board

Sd/-
G.S.S. SRINIVAS
Proprietor
Membership No. 20901

Sd/-
(T. INDIRA SUBBARAMI REDDY)
Director

Sd/-
(P. MARUTHI BABU)
Director

Place : Hyderabad
Date : 29-05-2013

Sd/-
(DINESH VEMULA)
Company Secretary

GAYATRI TISSUE & PAPERS LTD.

Corp. Office : B-1, TSR Towers, 6-3-1090, Rajbhavan Road,
Somajiguda, Hyderabad - 500 082.

FORM OF PROXY

I/We
of
being a member/members of Gayatri Tissue & Papers Limited hereby appoint
..... of
.....
failing him/her of
.....
as my/our proxy to vote for me/us and of my/our behalf at the 27th Annual General Meeting to
be held at 12.30 p.m. on Saturday, the 7th September, 2013 or at any adjournment thereof.

Signed this day of of 2013

Affix
Re. 1/-
revenue
stamp

Regd Folio No. _____

No of Shares _____

ATTENDANCE SLIP 27th Annual General Meeting

(To be handed over at the entrance of the Meeting Hall)

Name of the Member :

Members Folio No :

No of shares held :

Name of Proxy :

(in case of Proxies only)

I hereby record my presence at the 27th Annual General Meeting of the Company on Saturday,
the 7th September, 2013.

.....
*Member/Proxy Signature

*to be signed at the time of handing over the slip.

**PRINTED MATTER
BOOK - POST**

If undelivered, please return to :

GAYATRI TISSUE & PAPERS LTD.

Corp. Office : B-1, TSR Towers, 6-3-1090,
Rajbhavan Road, Somajiguda,
Hyderabad - 500 082.