



ESSEN SUPPLEMENTS INDIA LIMITED

ANNUAL REPORT 2011-2012

REGD. OFFICE:
39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM, MANDAL, ANDHRA PRADESH- 502325

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

Board of Directors

1. Mr. Ganesh Kumar Singhania - Managing Director
2. Mr. Arun Kumar Singh - Director
3. Mr. Tapas Mukherjee - Director
4. Mr. Sanjay Jhaharia - Director
5. Mr. Pawan Kumar Goel - Director

Auditors

M/s S. Ramanand Aiyar & Co.
Chartered Accountants

Corporate Consultant

A. K. Labh & Co.
Company Secretaries

Registered Office

39B & 40B, Anrich Industrial Estate
Bolla Ram, Jinnaram Mandal,
Andhra Pradesh - 502325

Registrar & Share Transfer Agent

Niche Technologies (P) Ltd
71, B.R.B.B. Road,
Kolkata-700001

CONTENTS

Notice.....	2-3
Directors' Report.....	4-8
Corporate Governance.....	9-25
Auditors' Report.....	26-30
Balance Sheet.....	31
Profit & Loss Account.....	32
Schedules.....	33-41
Cash Flow.....	42
Attendance Slip & Proxy Form...	43

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

NOTICE

NOTICE is hereby given that the Annual General Meeting of the Shareholders of Essen Supplements India Limited will be held on Saturday 29th day of September, 2012 at 10 A.M. at the Registered Office of the Company at 39B & 40B Anrich Industrial Estate, Bolla Ram, Jinnaram, Andhra Pradesh- 502325 to transact the following business:

Ordinary Business

1. To consider and adopt the Audited Balance Sheet as at 31st March 2012 and the Profit & Loss Account for the financial year ended 31st March 2012 together with the Reports of the Auditors' and Directors' thereon.
2. To appoint a Director in place of Mr. Pawan Kumar Goel who retires by rotation and is eligible for re-appointment.
3. To appoint a Director in place of Mr. Sanjay Jhajharia who retires by rotation and is eligible for re-appointment.
4. To re-appoint M/s S. Ramanand Aiyer & Co, Chartered Accountants (Firm Registration Number 000990N) to hold office up to the conclusion of next Annual General Meeting and to fix their remuneration.

By Order of the Board
for *Essen Supplements India Limited*

Arun Kumar Singh
(Director)

Place: Kolkata
Date: 14.08.2012

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

Notes:

1. *A member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and vote in his/her stead and the proxy need not be a member of the company. Proxies in order to be effective must be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the meeting.*
2. *The Register of Members and Share Transfer Books of the Company shall remain closed from 22nd September 2012 to 29th September 2012 (both days inclusive).*
3. *Members are requested to:-*
 - a) *notify changes, if any in their address at an early date*
 - b) *apply for consolidation of folios, if shareholdings are under multiple folios*
 - c) *quote ledger folio numbers in all their correspondence send their share certificate(s) for consolidation*
 - d) *request for nomination forms for making nominations as per amended provisions of the Companies Act, 1956*
4. *Information pursuant to Clause 49 of the Listing Agreement pertaining to Director's seeking appointment/re-appointment is furnished in the report on Corporate Governance forming part of Annual Report*

By Order of the Board
for *Essen Supplements India Limited*

Place: Kolkata

Dated: 14.08.2012

Arun Kumar Singh
(Director)

IMPORTANT COMMUNICATION TO MEMBERS

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

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

DIRECTORS' REPORT

to the members of M/s ESSEN SUPPLEMENTS INDIA LIMITED

Your directors have pleasure in presenting the Annual Report and Audited Statement of Accounts of the company for the year ended 31.03.2012.

<i>FINANCIAL RESULTS</i>	<i>Year ended on 31.03.2012 (₹)</i>	<i>Year ended on 31.03.2011 (₹)</i>
Total Income	48,35,053	14,05,809
Profit/ (Loss) before Tax	41,29,538	(1,68,084)
Profit/ (Loss) after Tax	41,29,538	(168084)
Balance in Profit & Loss Account of Previous Year	(6,26,70,692)	(62502608)
Balance Carried to Balance Sheet	(5,85,41,154)	(6,26,70,692)

DIVIDEND

In view of the accumulated losses, the Directors regret to propose any dividend for the year ended 31st March 2012.

PERFORMANCE OF THE COMPANY

The performance of the Company has been successfully improved during the year under the report. The Board is pleased to inform that the turnover of the Company has been increased to ₹ 48.35 lacs which is ₹ 34.30 higher than the previous year. The management is committed and consistent in the efforts of taking new measures to increase the performance of the Company in the future also.

DIRECTORS

Mr. Pawan Kumar Goel and Sanjay Jhajharia, the directors of the Company retire by rotation and being eligible, offer themselves for reappointment at the ensuing Annual General Meeting.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The particulars regarding conservation of energy, technology absorption, etc. in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are enclosed and forms part of our report. The Company does not have any foreign exchange earning and outgo during the year under report.

FIXED DEPOSIT

During the year under review the Company neither invited nor accepted any fixed deposit from the public.

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

PERSONNEL

There is no employee as defined under the Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particular of Employees) Rules, 1975 in receipt of remuneration in excess of limits specified therein.

AUDIT COMMITTEE

The Audit Committee comprises of Mr. Sanjay Jhajharia, Mr. Pawan Kumar Goel and Mr. Tapas Mukherjee. Mr. Sanjay Jhajharia is the Chairman of the committee. The terms and reference of the committee are at par with the provisions of Section 292A of the Companies Act, 1956.

AUDITORS

Your company's Auditors S. Ramanand Aiyar & Co., Chartered Accountants retire at the ensuring Annual General Meeting and being eligible, offer themselves for re-appointment.

AUDITORS' OBSERVATIONS

Auditors' observations are duly dealt in notes on accounts and are self-explanatory.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217(2AA) of the Companies Act, 1956 the directors confirm:

- a) that in the preparation of the annual accounts, the applicable accounting standards has been followed along with proper explanation relating to material departures;
- b) that the directors had selected such accounting policies and applied them consistently and made judgment's 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 or loss of the Company for that period;
- c) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the directors had prepared the annual accounts on a going concern basis.

LISTING

The Shares of the Company are listed at Bombay, Hyderabad and Ahmedabad Stock Exchanges. The listing fee to all the stock exchanges are paid up-to-date

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

CORPORATE GOVERNANCE

A report on Corporate Governance along with the certificate thereon is separately attached in the Report.

HOLDING/SUBSIDIARY COMPANY

The company does not have any holding or subsidiary company.

DEPOSITORY SYSTEM

The Company's shares are under compulsory demat mode and hence the Company has entered into agreement with NSDL and the shares of company are tradable in demat mode. Members are requested to dematerialize their holding for their operational convenience.

REGISTERED OFFICE

The Company has filed the application for shifting of Registered Office of the Company from the State of Andhra Pradesh to the State of West Bengal and the matter is in process.

ACKNOWLEDGEMENT

Industrial relation continues to be cordial during the year. Your directors acknowledge the continued support extended by the bankers, clients and employees of the Company.

On behalf of the Board

Ganesh Kumar Singhania
(Managing Director)

Arun Kumar Singh
(Director)

Place: Kolkata
Dated: 14.08.2012

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

Information pursuant to the Companies (Disclosure of Particulars in the Report of the Board of Direction) Rules, 1988.

A. CONSERVATION OF ENERGY

- a) Energy conservation measures taken. The Company continues to give high priority to conservation of energy on an on-going basis. A few significant measures taken are:
- i. Periodical and preventive maintenance of equipment and ensured optimum utilization of electric energy.
 - ii. Improvement in power factor by continuous use and maintenance of capacitor banks.
 - iii. Regular and efficient maintenance of standby DG sets to reduce consumption of HSD and lower the cost per unit of energy produced as and when required.
- b) Impact of the measures (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods. The impact of the measures taken above would result in reduction in energy consumption in future years to come.
- c) Total energy consumption and energy consumption per unit of production.

POWER & FUEL CONSUMPTION

Particulars	Current Year Ended 31.03.2012	Previous Year Ended 31.03.2011
1. Electricity		
a) Purchase: Units	Nil	Nil
Total Amounts (Rs.)	Nil	Nil
Rs. / Unit	Nil	Nil
b) Own Generator		
Units	Nil	Nil
Total Amount (Rs.)	Nil	Nil
Cost Unit (Rs.) per ltrs of Diesel Oil	Nil	Nil
2. Coal	Nil	Nil
3. Furnace Oil (Servo thermal oil in ltrs.)	Nil	Nil

ESSEN SUPPLEMENTS INDIA LIMITED

REGD. OFFICE: 39B & 40B ANRICH INDUSTRIAL ESTATE BOLLA RAM, JINNARAM MANDAL,
ANDHRA PRADESH- 502325

B. RESEARCH AND DEVELOPMENT

- a) Areas on which R&D carried out by the Company: Research and Development has been carried out for quality improvement.
- b) Benefits derived as a result of the above R&D: The Company was able to improve the quality of its products.
- c) Expenditure on R&D: No Separate account is being maintained by the Company for the expenditure incurred on R&D.

C. TECHNOLOGY ABSORPTION

The technology development as a result of R&D activity was properly absorbed which has resulted in product improvement and cost reduction.

D. FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company does not have any foreign exchange earnings and outgo.

