

ACCEPTANCE AND RENEWAL OF DEPOSITS

Circular or Circular in the form of Advertisement inviting Deposits from public and shareholders pursuant to Section 73(2)(a) and Section 76 and Rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

1. GENERAL INFORMATION

- a. Name, address, website and other contact details of the Company : Jocil Limited
Dokiparru-522438, Medikondur(M), Guntur Dist., A.P.
Ph : 0863-2290190 | Fax : 0863-2290090,
Email : jocil@jocil.net | Website :www.jocil.in
- b. Date of Incorporation of the Company : 20th February, 1978
- c. Business carried on by the Company and its subsidiaries with the details of branches or units if any : Manufacture of Stearic Acid Flakes, Fatty Acids, Toilet Soap, Soap Noodles, Glycerine, Pitch, Oxygen and Generation of Power from biomass and wind. The Company's manufacturing unit is at Dokiparru, GUNTUR - 522438, A.P.
Wind Energy Generating Sets are at Veeranam, Surand and Kasturirangapuram villages in Tirunelveli Dist., and Velayuthampalayam village in Tirupur Dist., Tamilnadu.
The Company has offices at Mumbai and Delhi.
The company has no subsidiaries.
- d. Brief particulars of the Management of the Company : The Company is managed by the Managing Director subject to the superintendence, control and direction of the Board of Directors.
- e. Name, address, DIN and occupation of the Directors:

Sl.No	Name & DIN of the Director	Address	Occupation
1.	Shri P.Narendranath Chowdary, Chairman, DIN : 00015764	Managing Director, The Andhra Sugars Ltd., KOVVUR - 534 350, W.G.Dist.	Industrialist
2.	Shri J.Murali Mohan, Managing Director, DIN : 00114341	5-91-28/1, 1/2,Chandramoulinagar, GUNTUR - 522 007.	Service
3.	Shri Mullapudi Thimmaraja, Director, DIN : 00016711	Joint Managing Director, The Andhra Sugars Ltd., TANUKU -534 215,W.G. Dt.	Industrialist
4.	Shri V.S.Raju, Director, DIN : 00101405	106, Dhanunjaya Towers, Main Road, Banjara Hills, Hyderabad - 500 034.	Advocate
5.	Shri K.Srinivasa Rao, Director, DIN : 00381090	Door No.3-1-2, Brindavan Gardens, GUNTUR - 522 006.	Industrialist
6.	Shri Subbarao V. Tipimani, Director, DIN : 00337027	Flat B1, NCB Towers, 8-2-293/82/HE/55, Plot 55, HUDA Enclave, Road No.70, Jubilee Hills, HYDERABAD - 500 096.	Business
7.	Shri M.Mrutyumjaya Prasad, Director, DIN : 01500271	D.No.5-9-31, Mullapudivari Street, Old Town,Tanuku - 534 211, W.G.Dist.	Business
8.	Shri P.Venkateswara Rao, Director, DIN : 06387165	Flat No.907, Ruby Block, Rajapushpa The Retreat, Kokapef, Gandipet Road, Hyderabad - 500 075.	Retd. Associate Director, SHAR, ISRO
9.	Dr. Manjulata Dasari, Director, DIN : 02788338	W/o.D.Subrahmaneswara Rao Plot No.1148, Road No.59, Jubilee Hills, Hyderabad - 500 033.	Retd. Vice Chancellor
10.	Shri K. Rama Seshayya Adl. Director (from 25.5.2019) DIN : 05162760	303, Sri Lakshmi Sai Enclave, J.D. Nagar, Patamata, Vijayawada - 520010, Krishna Dist.	Advocate

- f. Management's perception of risk factors: The management of the company do not foresee any difficulty in repayment of fixed deposits with interest on due dates.
- g. Details of default, including the amount involved, duration of default and present status, in repayment of -
- i) statutory dues : NIL
 - ii) debentures and interest thereon : NIL
 - iii) loan from any bank or financial institution and interest thereon : NIL

2. PARTICULARS OF THE DEPOSIT SCHEME

- a. Date of passing of Board Resolution : 25-05-2019
- b. Date of passing of resolution in the general meeting authorizing the invitation of such deposits : 03-09-2016
- c. Type of deposits, i.e., whether secured or unsecured : Unsecured
- d. i) Amount which the company can raise by way of deposits as per the Act and the Rules made thereunder : Rs. 6079.36 lakhs
- ii) the aggregate of deposits actually held on the last day of the immediately preceding financial year : Rs. 833.23 lakhs
- iii) on the date of issue of the Circular or advertisement : Rs. 853.14 lakhs
- iv) amount of deposit proposed to be raised : Rs. 1500.00 lakhs
- v) amount of deposit re-payable within the next twelve months : Rs. 833.23 lakhs

e. Terms of raising of deposits :

Duration	Interest p.a. (Compounded quarterly)	Mode of payment	Mode of Repayment
12 months	8.50%	Through Bank	Through Bank

- f. Proposed time schedule mentioning the date of opening of the Scheme and the time period for which the circular or advertisement is valid -
- Date of opening of the scheme : Existing
- Validity of the Circular : Till AGM in 2020 or 30-09-2020 whichever is earlier.
- g. Reasons or object of raising the Deposits : To meet part of the working capital requirements.
- h. Credit Rating obtained
- i. Name of the Credit Rating Agency : Credit Analysis and Research Ltd (CARE)
 - ii. Rating obtained : CARE A2 (FD)
 - iii. Meaning of the rating obtained : Instruments with this rating are considered to have strong degree of safety regarding timely payment of financial obligations. Such instruments carry lowest credit risk.
 - iv. Date on which rating was obtained : 07-01-2019
- i. Extent of deposit insurance, Name of the Insurance Company, terms of the insurance coverage, duration of coverage, extent of coverage, procedure for claim in case of default etc. : NIL
- j. Short particulars of the charge created or to be created for securing such deposits, if any : NIL
- k. Any financial or other material interest of the directors, promoters or key managerial personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons : Directors, Promoters or Key Managerial Personnel may be considered as interested to the extent of the deposits they make under the scheme and such interest is not different from the interests of other persons who make the deposits.

3. DETAILS OF ANY OUTSTANDING DEPOSITS

- a. Amount Outstanding : Rs.833.23 lakhs as on 31-03-2019
- b. Date of acceptance : 01-04-2018 to 31-03-2019
- c. Total amount accepted : Rs.833.23 lakhs
- d. Rate of interest : 8.50%
- e. Total number of depositors : 124
- f. Default, if any, in repayment of Deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved. : NIL
- g. Any waiver by the depositors, of Interest accrued on deposits. : NIL

4. FINANCIAL POSITION OF THE COMPANY

- a. Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular or advertisement.
- Profit for three financial years:

Accounting Year ended	Profit before Tax	Profit after Tax
31-03-2017	1018.61	820.80
31-03-2018	494.86	410.45
31-03-2019	126.07	317.45

- b. Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid / interest paid)

Accounting Year ended	Dividend declared		Interest Coverage Ratio
	Amount Rs.in lakhs	per Share of Rs.10/- each	
31-03-2017	266.43	3.00	10.23
31-03-2018	177.62	2.00	9.06
31-03-2019	88.81	1.00	1.89

- c. A summary of the financial position of the company as in the three audited Balance Sheets immediately preceding the date of issue of circular or advertisement

	Rs.in lakhs		
	31-03-2019	31-03-2018	31-03-2017
Liabilities			
Share Capital	888.16	888.16	888.16
Reserves & Surplus	16481.41	16320.29	15931.29
Deferred Tax Liabilities	636.00	740.39	785.98
Loans Secured	-	11.52	1210.12
Loans Unsecured	833.23	653.97	1631.73
Current Liabilities & Provisions	2381.58	2574.65	4617.53
Total	21220.38	21188.98	25064.81
Assets			
Fixed Assets	5358.48	5525.35	6097.71
Investments	868.10	1602.18	276.32
Current Assets, Loans & Advances	14993.80	14061.45	18690.78
Miscellaneous Expenditure to the extent not written off or adjusted	-	-	-
Total	21220.38	21188.98	25064.81

- d. Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement:

	Rs. in lakhs		
PARTICULARS	2018-19	2017-18	2016-17
Net profit before tax and extra-ordinary items	126.07	494.86	1018.61
Depreciation provided	572.41	653.38	706.81
Interest expense	140.87	141.97	172.82
Interest income	(125.53)	(85.26)	(186.50)
Profit/Loss on sale of Assets / Assets Written-off	(0.53)	(1.69)	0.10
Profit on sale of Investments	-	-	-
Remeasurement of defined benefit plan	90.30	(20.24)	(11.69)
Dividend received	(34.46)	(6.39)	(13.06)
Inventories - (Increase) / Decrease	(145.01)	(47.60)	(94.63)
Trade and other receivables (Increase) / Decrease	(832.29)	4890.23	(3548.68)
Trade payables (Increase) / Decrease	(193.08)	(2042.86)	1458.32
Cash generated from Operations	(401.24)	3976.39	(486.20)
Direct taxes paid	(31.63)	91.90	(236.84)
Cash Flow from Operating Activities A)	(369.61)	3884.48	(723.05)
Purchase of Fixed Assets/Capital Work in Progress	(341.15)	(81.86)	(495.84)
Proceeds from sale of Fixed Assets	0.85	2.52	0.48
Sale of Investments	-	-	2.01
Inter-corporate loan	-	100.02	199.98
Investment in Mutual Funds	701.60	(1006.39)	-
Interest received	125.54	85.26	186.50
Dividend received	34.46	6.39	13.06
Other Bank balances	3.23	14.05	37.22
Cash Flow from Investing Activities B)	524.52	(880.01)	(56.59)
Proceeds from / (Repayment of) borrowings	167.74	(2176.37)	1938.26
Interest paid	(140.87)	(141.97)	(172.82)
Dividends paid	(214.13)	(320.67)	-
Cash Flow from Financing Activities C)	(187.27)	(2639.01)	1765.44
Net increase in cash and cash equivalents (A + B + C)	(32.36)	365.45	985.80
Cash and cash equivalents at the beginning of the period	1637.63	1272.17	401.36
Cash and cash equivalents at the end of the period	1605.26	1637.63	1387.17

- e. Any change in accounting policies during the last three years and their effect on their profits and the reserves of the company. NIL

5. A DECLARATION BY THE DIRECTORS THAT -

- a. The company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or payment of interest thereon;
- b. The board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement;
- c. The company has complied with the provisions of the Act and the rules made thereunder;
- d. The compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government;
- e. The deposits accepted by the company before the commencement of the Act have been repaid (or will be repaid along with interest within 365 days (days to be specified) and until they are repaid, they shall be treated as unsecured and ranking *pari passu* with other unsecured liabilities).
- f. In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.
- g. The deposits shall be used only for the purposes indicated in the Circular or circular in the form of advertisement;
- h. The deposits accepted by the company (other than the secured deposits, if any, aggregate amount of which to be indicated - NIL) are unsecured and rank *pari passu* with other unsecured liabilities of the company.

The text of this circular/circular in the form of advertisement inviting deposits was approved by the Board of Directors at their meeting held on May 25, 2019.

Place : Hyderabad
Date : 25-05-2019

By Order of the Board of Directors,
for **Jocil Limited**
J.MURALI MOHAN
Managing Director