

Form DPT – 1

CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITS

[Pursuant to rule 73 (2) (a) and section 76 and rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

CIN: L15421TN1995PLC033198

1. GENERAL INFORMATION

	Name of Company	K.C.P Sugar and Industries Corporation Limited	
a.	Address, website and other contact details of the Company	Registered office: "Ramakrishna Buildings" 239 Anna Salai, Chennai 600006. Ph:044-28555171-176 Fax: 044-28546617, email:kcpsugar@vsnl.com Website:www.kcpsugar.com	
b.	Date of incorporation of the Company	11.10.1995	
c.	Business carried on by the Company and its subsidiaries with the details of branches or units, if any:	Manufacturers of Sugar, Industrial Alcohol, Anhydrous alcohol, Extra neutral alcohol, Carbon-di-oxide, Calcium Lactate, Bio-fertilizers, Bio-Compost & Mycorriza inoculum. Units at: Vuyyuru 521 165 & Lakshmpuram 521 131 Krishna Dist AP Wholly owned subsidiaries: The Eimco-kcp Ltd, manufactures of solid liquid separation equipments. Works at 11A 3 rd Main Road, Industrial Estate Ambattur, Chennai 600 058. KCP Sugars Agriculture Research Farms Ltd. Engaged in research and development activities on sugar cane and other agricultural products. Farm at Tirupukuzhi & Melambi Village, Kancheepuram Dist, Tamil Nadu	
d.	Brief particulars of Management of the Company:	The company is managed by Managing Director, Executive Chairman and Executive Director under the supervision, control and direction of the Board of Directors.	
e.	Names, addresses, DIN and occupations of the Directors;		
	Name of Director	DIN	Address (Residential)
	Smt Irmgard Velagapudi M Rao	00091370	No.15, Damodrapuram Main Road, Adyar, Chennai 600 020
	Sri Vinod R Sethi	00106598	No.11 3 rd Street, Kasturi Estate, Chennai 600 086
	Smt V Kiran Rao	00091466	No.11 3 rd Street, Kasturi Estate, Chennai 600 086
	Sri K A Rangaswamy	00020891	No.12 (old No.23) Krishnapuri 2 nd Street, R A Puram, Chennai 600 028
	Sri Ranvir R Shah	00041398	No.21 South Mada Street, Srimagar Colony Saidapet, Chennai 600 015
	Dr Vithal Rajan	00021571	No.1-2-16/11 1 st Street, Habsiguda, Hyderabad 500 067
	Sri M S V M Rao	00432640	No.202 Lake Residency, Raj Bhavan Road, Somajiguda, Hyderabad 500 082
	Sri Pratap K Moturi	00020630	No.25-C Ranjith Street, Kotturpuram, Chennai 600 085
			Occupation
			Managing Director
			Executive Chairman
			Executive Director
			Company Director
			Company Director
			Company Director
			Company Director
			Company Director

f.	Management perception of risk factors;	<p>The company has two schemes deposits viz., Fixed / Cumulative Deposits and both are unsecured. The Company has unblemished track record of servicing the depositors till date without any default either in repayment of deposits or in payment of interest.</p> <p>The Company has deposited 15% of the amount of deposits maturing in the financial year 2015-16 & 2016-17 in a separate bank account with Corporation Bank, Chennai 600 014 on 28.04.2015 in pursuance of sec 73 (2) (c) of Companies Act, 2013.</p> <p>Credit Analysis and Research Limited (CARE) have assigned CARE A- (FD) [single A minus (Fixed Deposit)] which denotes adequate degree of safety regarding timely servicing of financial Obligations and carry low credit risk.</p>
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	NA
	iii) loan from any bank or financial institution and interest thereon	Nil

2. PARTICULARS OF THE DEPOSIT SCHEME

a.	Date of passing resolution	26.05.2014
b.	Date of passing resolution in the general meeting authorising the invitation of such deposits;	11.09.2014
c.	Type of deposits, i.e. whether secured or unsecured;	Unsecured
d.	Amount which the Company can raise by way of deposits as per the Act and the rules made there under	Rs.74,96,11,480/- From Public (25% of the aggregate paid up capital & free reserves Rs.53,54,36,772) From shareholders (10% of the aggregate paid up capital & free reserves Rs.21,41,74,708)
	i) The aggregate of deposits actually held on the last day of the immediately preceding financial year (31.03.2015)	Rs.33,04,32,000/-
	ii) The aggregate of deposits actually held on the date of issue circular / advertisement (21.08.15)	
	iii) Amount of deposits proposed to be raised	Rs.74,96,11,480/-
	iv) Amount of deposits repayable within the next twelve months	Rs.7,97,28,000
e.	Terms of raising deposits:	
	Minimum amount	Rs.25000/- and thereafter in multiples of Rs.1000/- only
	Term of deposits:	Two / Three years
	Scheme 1 : Fixed deposit	Two / Three years interest payable quarterly
	Rate of interest	9.5% p.a. for 2years deposit 10% for 3years
	Scheme 2 : Cumulative deposit.	Three years only. Interest payable on maturity compounded quarterly
	Rate of interest	10% p.a.
	Interest payable	Interest on deposit under scheme 1 will be payable every quarter on 30 th June, 30 th September, 31 st December & 31 st March. Interest under scheme 2 will be payable on maturity, interest compounded quarterly. Interest will be payable by way of warrants / demand drafts payable at par by specified branches of ING Vysya Bank.

	Repayment of principal amount	Deposits will be repayable on maturity on surrender of duly discharged deposit receipt by way of account payee cheques payable at par. Premature repayment of deposits after the expiry of a period of six month from the date of such deposit but the before the expiry of the period for which such deposit was accepted is permitted subject to the compliance with the provisions of Companies (Acceptance Deposits) Rules 2014.
	Mode of payment	Deposits will be accepted only through account payee cheques / demand drafts drawn on Chennai banks favouring K.C.P Sugar and Industries Corporation Limited. Demand draft charges are not deductible from the principal. No deposits will be accepted by way of cash and out station cheques will not accepted
	Renewal of deposits	Renewal of deposits will be considered on submission of fresh application accompanied by the duly discharged deposit receipt. Renewal will be accepted for the principal amount only
f.	Proposed time schedule mentioning the date of opening of the Scheme and time period for which the circular or advertisement is valid;	<p>The present validity period for Acceptance of Deposits as per DPT-1 submitted to ROC on 12.09.2014 is from 17.10.2014 till the date of 20th Annual General Meeting, viz, 20.08.2015.</p> <p>As per provisions of Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014, on approval of Form DPT-1 in the Meeting of Board of Directors on 20.08.2015, e-filing of the same with ROC will be on same day. The Company will temporarily suspend acceptance / renewal of deposits for a period of one month from 21.08.2015 to 20.09.2015. Circular in the form of advertisement (DPT-1) will be released in the Financial Express and Malai Sudar (Tamil) on 20.09.2015, and Acceptance / renewal of deposits will commence on 21.09.2015.</p> <p>This Circular in the form of Advertisement shall be valid until the expiry of six months from the date of closure of financial year 2015-16 or until the date on which the financial statement is laid before the Company in Annual General Meeting for the financial year 2015-16.</p>
g.	Reasons or objects of raising the deposits	To support business operations.
h.	Credit rating obtained	
	a) Name of credit rating Agencies	Credit Analysis and Research Limited
	b) Rating obtained	CARE A- (FD)[single A minus (Fixed Deposit)]
	c) Meaning of the rating obtained & date of which obtained	Adequate degree of safety regarding timely servicing of financial obligations and carry low credit risk.
i.	Extent of deposit insurance:	
	a) Name of insurance Company	Ministry of Corporate Affairs vide notification No.GSR 241(E) dt.31.03.2015 has permitted acceptance of deposits without insurance contract till 31 st March 2016 through insertion of a proviso to rule 5 (1) of Companies (Acceptance of Deposits) Rules 2015. However the Company undertakes to provide the necessary insurance for the deposits once deposit insurance policy made available in the market.
	c) Terms of insurance coverage	
	d) Duration if coverage	
	e) extent of coverage	
	Procedure for claim in case of default etc.	
j.	Short particulars of the charge created or to be created for securing such deposits, if any	Not applicable
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.	None of the directors, promoters, key managerial personnel and their relatives are concerned or interested expect to the extent of deposit if any they hold in the Company

