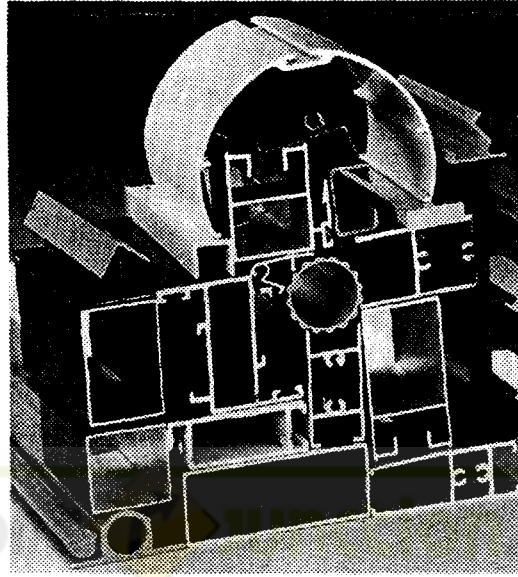


ANNUAL REPORT 1998-99



Report

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A. J. Brothers Ltd.

A. J. BROTHERS LIMITED

NINETEENTH ANNUAL REPORT 1998-99

DIRECTORS : RAVI ARYA Chairman & Managing Director
 MANOJ ARYA Executive Director
 Dr. S. M. PATHAK Director
 V. V. MAHAJAN Director (Nominated by SICOM)

AUDITOR : M/s. Kanoongo & Maheshwari

BANKERS : Bank of Baroda

**REGISTERED OFFICE
& WORKS :** Plot No. B-38/2/2,
 M.I.D.C. Murbad,
 Dist. Thane,
 Maharashtra

SHARE TRANSFER AGENTS : Hamco Share Registry Pvt. Ltd.
 17/B, Dena Bank Building,
 2nd Floor, Horniman Circle,
 Fort, Mumbai - 400 001.

Report

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Nineteenth Annual General
 Meeting on Friday
 11th June, 1999 at 11.00 a.m.
 at B-38/2/2, M.I.D.C., Murbad,
 Dist. Thane, Maharashtra

ANNUAL REPORT 1998-99**NOTICE**

Notice is hereby given that the Nineteenth Annual General Meeting of the members of A. J. Brothers Limited will be held at 11.00 a.m. on Friday, the 11th June 1999 at B-38/2/2, M.I.D.C., Murbad. Dist. Thane, Maharashtra, to transact the following business :

ORDINARY BUSINESS :

- 1) To receive, consider and adopt the audited Balance Sheet as on 31st march, 1999 and Profit & Loss Account for the year ended on that date alongwith the Directors Report and Auditors Report thereon.
- 2) To appoint a Director in place of Dr. Surya Mani Pathak, who retires by rotation and being eligible offers himself for reappointment.
- 3) To appoint auditors and fix their remuneration.

For & On Behalf of the Board

Report Junction
RAVI ARYA
Managing Director

Place : Mumbai
Date : 16/04/1999

Regd. Office :
B-38/2/2, M.I.D.C.,
Murbad Dist. Thane
MAHARASHTRA



A. J. BROTHERS LIMITED

NOTES :

- 1) A MEMEBR ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY(IES) TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY(IES) NEED NOT BE A MEMBER OF THE COMPANY.
- 2) Proxies in order to be effective, should be deposited at the Registered Office of the Company not less than 48 hours before the meeting.
- 3) The Register of Members and Share Transfer Registers of the Company will be kept closed from 08/06/1999 to 11/06/1999 (both days inclusive).



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DIRECTORS REPORT

TO
THE MEMBERS,

Your Directors hereby present their Nineteenth Annual Report on the business and operations of the Company alongwith the Audited Statements of Accounts for the year ended 31st March 1999.

FINANCIAL RESULTS

	Year ended 31-03-199 (Rs. in laksh)	Year ended 31-03-98 (Rs. in laksh)
Profit/(Loss) before Depreciation & Tax	(277.57)	(118.44)
Less : Depreciation (Excluding) Depreciation transferred from Revaluation Reserves)	<u>(53.45)</u>	<u>(184.06)</u>
Profit/(Loss) before Tax	(331.02)	(302.67)
Less : Earlier Tax Paid	1.12	00.23
Less : Provision for Taxation	<u>0.00</u>	<u>0.00</u>
Profit /(Loss) after Taxation	(332.14)	(302.90)
Add : Profit brought from the last year	<u>(172.39)</u>	<u>130.51</u>
Surplus/(Deficite) Carried to balance sheet	<u>(504.53)</u>	<u>(172.39)</u>

DIVIDEND

Your Directors have not recommended any dividend.

OPERATIONS

The year 1997-98 was worst in the history of the Company. The demand recession throught-out the year, effected not only the offtake, of aluminium extrusions but the profit margin as well. Steep increase in manufacturing and selling expenses in form of discounts due to adverse market condition lead to loss for the year under review. The company suspended the production in later part of the year. The Company incurred of loss at Rs. 331.02 Lakhs as against net income of Rs. 829.99 Lakhs.

REFERENCE TO BIFR

The Company has an accumulated losses of Rs. 504.53 Lacs as on 31st March, 1999, which has resulted in erosion of total networth of the Company. As reported by the Auditors in their report, the Company has became sick, within the provisions of the sick industrial Companies (Special Provision) Act, 1985. As required under the said Act. necessary reference is being made to the Board for industrial & financial reconstruction for its direction.

FUTURE PROSPECTS

The future of the Company is dependent on the construction industry. The seivour recession being faced by the construction industry, which is main consumer of extrusions, has lead to lower demand for housing and suspension of upcoming projects.