

ABIRAMI FINANCIAL SERVICES (INDIA) LIMITED



SEVENTH ANNUAL REPORT 1999-2000

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REGISTERED OFFICE
"CAPITAL PLACE",
50, South Boag Road, T Nagar, Chennai - 600 017.



ABIRAMI FINANCIAL SERVICES (INDIA) LIMITED

BOARD OF DIRECTORS

Mr K V Aiyappan	- Chairman
Mrs Abirami Arunachalam	- Director
Mr Teckchand Vaswani	- Director
Mr AR Annamalai	- Director
Mr Arogiaswamy Dominic	- Director
Mr L V Anantram	- Director
Mr S Jayaraman	- Executive Director

COMPANY SECRETARY

Mr D Srinivasalu

VICE PRESIDENT

Mr S Madhava Rao

AUDITOR

Mr K C Sthalasayanam
Chartered Accountant
87, Kutchery Road
Mylapore, Chennai 600 004

BANKERS

M/s Lakshmi Vilas Bank Ltd.,
Cathedral Branch, Chennai.

M/s Bharat Overseas Bank Ltd.,
Cathedral Branch, Chennai.

REGISTERED OFFICE

"Capital Place"
50, South Boag Road
T Nagar, Chennai 600 017.

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NOTICE TO SHARE HOLDERS

NOTICE is hereby given that the Seventh Annual General Meeting of the Share holders of ABIRAMI FINANCIAL SERVICES (INDIA) LIMITED will be held at 10.00 A.M. on 29 May, 2000 at New Woodlands Hotel (Private) Limited, 72-75, Dr. Radhakrishnan Road, Mylapore, Chennai - 600 004 to transact the following Business:

ORDINARY BUSINESS:

- 1 To receive, consider and adopt the Audited Balance Sheet of the Company as at 31 March 2000 and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and Auditor thereon.
- 2 To declare a dividend.
- 3 To elect directors:
 - (a) To appoint a Director in the place of Mrs Abirami Arunachalam, who retires by rotation and being eligible, offers herself for re-appointment.
 - (b) To appoint a Director in the place of Mr L V Anantram, who retires by rotation and being eligible, offers himself for re-appointment.
 - (c) To appoint a Director in the place of Mr Arogiaswamy Dominic, who retires by rotation and being eligible, offers himself for re-appointment.

- 4 To consider and, if thought fit, to pass with or without modification, the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT Mr K C Sthalasayanam, Chartered Accountant 87, Kutcheri Road, Mylapore, Chennai - 600 004 be and is hereby appointed as Auditor of the Company to hold office until the conclusion of the next Annual General Meeting of the Company on a remuneration as may be determined by the Board of Directors."

NOTES :

- 1 A member entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of himself / herself and such a Proxy need not be a Member of the Company.
- 2 The Register of Members and Share Transfer Books of the Company will remain closed from 15 May, 2000 to 29 May, 2000 (both days inclusive).

By Order of the Board

Place : Chennai
Date : 22.04.2000

D SRINIVASALU
Company Secretary

DIRECTORS' REPORT

Your Directors have pleasure in presenting the Seventh Annual Report of your Company with Audited Accounts for the period ended 31 March, 2000.

PERFORMANCE:

The Performance of the Company for the period ended 31 March, 2000 is summarised as follows:

	Rs. in Lakhs
PROFIT BEFORE DEPRECIATION & TAXES	127.28
LESS: DEPRECIATION	47.27
PROVISION FOR TAXES	14.25
PROVISION FOR NPA	5.43
PROFIT AFTER DEPRECIATION & TAXES	60.33
APPROPRIATIONS	
DIVIDEND PROPOSED (5%)	30.00
DIVIDEND DISTRIBUTION TAX	3.30
TRANSFER TO GENERAL RESERVE	27.00
SURPLUS C/F TO BALANCE SHEET	0.03

DIVIDEND:

Your Directors are pleased to recommend a dividend of 5%. The proposed dividend absorbs a sum of Rs.33.30 Lakhs inclusive of Dividend Distribution Tax of Rs.3.30 Lakhs.

REVIEW OF OPERATIONS:

During the year satisfactory growth has been registered by your Company in spite of unfavourable market conditions. Your Company generated a total income of Rs.167.95 Lakhs. Your Company's Stock on Hire as at 31.3.00 under Hire Purchase Finance stood at Rs.95.19 Lakhs as against Rs.143.80 Lakhs and Advance Against Hypothecation of Assets was at Rs.19.70 Lakhs as against Rs.33.85 Lakhs respectively as at the end of the previous year.

Your Directors consider the overall performance of the Company as Good.

REGISTERED OFFICE:

Your Company's Registered Office has been shifted to its Own Building at "Capital Place", No.50, South Boag Road, T Nagar, Chennai 600 017 with effect from 01.11.1999.

FUTURE PROSPECTS:

By initiating effective, dynamic and prudent steps in the deployment of Fund, the Company would be able to improve its performance and increase the profits significantly.

FIXED DEPOSITS:

Your Company's Fixed Deposits stood at the end of the year at Rs. 111.29 Lakhs as against Rs.68.79 Lakhs last year. During the year, ICRA reaffirmed the rating of 'MA-' ADEQUATE SAFETY for timely payment of interest and principal.

A sum of Rs.4.58 Lakhs as Public Deposits representing 7% of the Total Deposits, matures for repayment during 2000-2001. At the end of



next Financial Year the entire Deposits are likely to be under Exempted Category.

Your Company does not have any unpaid deposits or interest thereon nor any unclaimed deposits as at 31 March, 2000.

DIRECTORS:

Messrs Abirami Arunachalam, Arogiaswamy Dominic and L V Anantram, Directors, retiring by rotation, being eligible, have offered themselves for reappointment.

STATUTORY DISCLOSURES:

- (i) Since none of the employees are in receipt of such remuneration for being included in the statement under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, the information in this regard is nil.
- (ii) The provisions of Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 requiring disclosure of particulars regarding Conservation of Energy in Form A and Technology Absorption in Form B prescribed by the Rules do not apply to your Company, as it does not carry on manufacturing activities.
- (iii) The Company had no foreign exchange inflow and outgo.

AUDITOR :

Your Company's Auditor Mr K C Sthalasayanam, Chartered Accountant holds office till the conclusion of the ensuing Annual General

Meeting and is eligible for re-appointment. Your Directors recommend his re-appointment.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record their gratitude to you as shareholders for your continued support. They express their thankfulness to your Company's Clients, Depositors, Bankers, Reserve Bank of India, ICRA and other Government Agencies for their valuable assistance.

They also wish to convey their appreciation to the employees whose dedicated service has enabled your Company to achieve the results.

On behalf of Board

K V Alyappan
Chairman

Abirami Arunachalam
Teckchand Vaswani
Arogiaswamy Dominic

S Jayaraman
Executive Director

AR Annamalai
L V Anantram

DIRECTORS

Place : Chennai
Date: 22.04.2000

AUDITOR REPORT

To the Members of Abirami Financial Services (India) Limited

I have audited the attached Balance Sheet of M/s ABIRAMI FINANCIAL SERVICES (INDIA) LIMITED as at 31 March, 2000 together with the annexed Profit and Loss Account for the period on that date and report that:

1 As required by the Manufacturing and other Companies (Auditors' Report) Order, 1988 issued by the Central Government, in terms of Section 227 (4A) of the companies Act, 1956, I enclose in the Annexure a Statement on the matters specified in paragraphs 4 and 5 of the said order.

2 Further to my comments in the Annexure referred to in paragraph 1 above:

a. I have obtained all the informations and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.

b. In my opinion, proper books of accounts as required by law have been kept by the Company so far as appears from my examination of such books.

c. The Balance Sheet and Profit

and Loss Account dealt with by this report are in agreement with the books of account.

d. In my opinion and to the best of my information and according to the explanations given to me, the said accounts read with notes there on give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:

(i) in the case of Balance Sheet of the state of affairs of the Company as at 31 March 2000 and

(ii) in the case of Profit and Loss Account of the profit of the Company for the period ended on that date.

Place: Chennai
Date: 22.04.00

K C STHALASAYANAM
Chartered Accountant