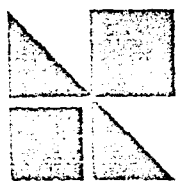


# *SEVENTH*

## *ANNUAL REPORT*

*1998-99*

Report  junction.com



**Adi  
Rasayan Limited**

**Regd. Office :** 9, 'Suryarath', Gr. Floor,  
Panchwati, Ahmedabad-380 006.

## ADI RASAYAN LIMITED

## DIRECTORS' REPORT

TO  
The Members,  
Adi Rasayan Limited,  
Ahmedabad.

Your Directors present herewith the 7th Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March, 1999.

## FINANCIAL RESULTS :

	31st March, 1999	31st March, 1998
Sales	76,14,931	-----
Interest (Income)	2,99,692	24,68,163
Less Expenses	1,23,12,990	19,86,122
Operating Profit (Loss)	(43,98,367)	4,82,041
Less Depreciation	24,04,774	3,12,006
Amortisation of Preliminary Exp	1,60,560	1,60,560
Profit (Loss) before Tax	(69,63,701)	9,475
Less Taxation	-----	1,000
Net Profit (Loss) After Tax	(69,63,701)	8,475
Balance Brought Forward	25,797	17,322
Balance Carried to Balance sheet	(69,37,904)	25,797

## OPERATIONS:

The year ended 31st March, 1999 was the sixth full year of operations for the Company. This year, the Company has incurred net loss of Rs. 69,63,701.

The Commercial Production has started with effect from 14th December, 1998. Also, the turnover (Sales) has commenced with effect from 25th January, 1999. The commissioning of the project has been delayed because of the stringent requirements of Gujarat Pollution Control Board. All that requirements/norms fixed by GPCB have been satisfied/completed. All the required plant and machineries have been installed now. During the year, the company had to face an unprecedented situation. Your Directors expect better performance in the next year.

ADI RASAYAN LIMITED

**DIVIDEND:**

Since the Company has incurred the Net Loss of Rs. 69,63,701 during the financial year 1998-99, the question for recommendation of dividend does not arise.

**DIRECTORS:**

Shri Prakash K. Desai, Shri Vaghjibhai B. Vora and Dr. Premnath Pandit retire from the Board by rotation in accordance with the Provisions of article 57 of the Articles of Association of the Company and being eligible, offer themselves for re-appointment.

Necessary Resolutions to this effect are to be considered by the Members at the ensuing Annual General Meeting.

Your Directors recommend their re-appointments.

**FIXED DEPOSITS :**

The Company has not accepted any deposits coming under the purview of the provisions of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975, as amended.

**AUDITORS :**

M/s. Shah & Shah Associates, Chartered Accountants, Ahmedabad, the Auditors of the Company retire at the conclusion of the ensuing Seventh Annual General Meeting of the Company and being eligible, offer themselves for re-appointment. Your Directors recommend their re-appointment. The Auditors have also furnished a Certificate to the effect that their re-appointment, if made, will be within the limit specified in sub-section (1B) of Section 224 of the Companies Act, 1956.

**AUDITORS' REPORT:**

The Auditors' Report and Notes on Accounts are self-explanatory and hence no further explanation is necessary.

**INSURANCE :**

The company has made adequate arrangements to cover insurance for factory building, plant & machineries.

**PERSONNEL :**

The Company has not paid any remuneration attracting the provisions of Companies (Particulars of Employees) Rules, 1975 read with Section 217(2A) of the Companies Act, 1956. Hence, no information is required to be appended to this Report in this regard.

ADI RASAYAN LIMITED

YEAR 2000 COMPLIANCE (Y2K)

The Company has been actively working since last one year on Y2K related problems.

- (a) It has been ascertained that all the electronic instrumentation system such as controllers, transmitters etc., installed in the plant have no Y2K problem.
- (b) Most of the hardware and software used for financial accounting and other data processing are Y2K compliant.
- (c) The estimated cost of the Y2K compliance is not expected to be significant.

DISCLOSURE OF INFORMATION PURSUANT TO 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. :

Particulars required to be furnished in this Report under Section 217(1) (e) of the Companies Act, 1956 relating to conservation of energy and technology absorption are not applicable for the year under review, and hence not furnished.

The Company has not carried on during the year, any activities relating to exports and has not used or earned any Foreign Exchange.

ACKNOWLEDGEMENT :

Your Directors wish to place on record their appreciation of the devoted services of all employees during the year.

Your Directors also express their sincere thanks to the Company's Bankers Bank of Baroda for their continued support and various Government Departments for their support and co-operation. The Directors also acknowledge the support from the Shareholders.

For and on behalf of the Board of Directors,

PLACE : AHMEDABAD.  
DATE : MAY 31, 1999.

  
[SHASHIKANT M. GANDHI]  
CHAIRMAN

BARODA OFFICE  
SIDDHARTH COMPLEX,  
AR EXPRESS HOTEL,  
R. C. DUTT ROAD,  
BARODA - 390 005.  
PHONE : (0) 335373

SHAH & SHAH ASSOCIATES  
CHARTERED ACCOUNTANTS

501, ANIKET,  
NEAR MUNICIPAL MARKET,  
NAVRANGPURA,  
AHMEDABAD - 380 009.  
PHONE : 6565433  
FAX : 079 - 6426983

AUDITORS' REPORT

To,  
The Members of

**ADI RASAYAN LIMITED**

We have audited the attached Balance Sheet of M/s. ADI RASAYAN LIMITED as at 31st March, 1999 and Profit & Loss Account of the Company for the year ended on that date annexed thereto and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion, proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
3. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
4. In our opinion, the Profit & Loss Account & Balance Sheet complies with the mandatory accounting standards referred to in sub section (3C) of section 211 of the companies act, 1956.
5. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with and subject to notes thereon of Schedule-17 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 31st March, 1999

and

(ii) In the case of Profit & Loss Account, of the Loss for the year ended on that date.

As required by Manufacturing and Other Companies (Auditors' Report) Order, 1988 issued by the Central Government and on the basis of such checks as we considered appropriate and as per the information and explanations given to us, we further report that :

1. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. We are informed that the fixed assets have been physically verified during the year by the management and no discrepancy was found on such verification as compared to the books of accounts.