

9th

**ANNUAL
REPORT**

1998-99

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**A K S
CREDITS LIMITED**

AKS CREDITS LIMITED**AKS CREDITS LIMITED**

BOARD OF DIRECTORS	: 1. Mr. Krishan Chawla (M.D.) 2. Mr. V.P. Verma 3. Mr. Anil Mahendru 4. Mr. Devinder Kumar Sharma
AUDITORS	: Vinod Arora & Co. Chartered Accountant
BANKERS	: Oriental Bank of Commerce State Bank of India
REGISTERED OFFICE	: 701-703, Suneja Tower-II, 12, District Centre, Janak Puri, New Delhi - 110 058

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AKS CREDITS LIMITED

**Regd. Office : 701-703, Suneja Tower-II,
12, District Centre, Janakpuri, New Delhi - 110 058**

NOTICE

Notice is hereby given that Ninth Annual General Meeting of the Company will be held on Saturday, 27th November, 1999 at All Heavens Resorts India Ltd., Khera Khurd, Delhi - 110 082 at 9.00 a.m. for transacting the following business :

ORDINARY BUSINESS

1. To consider and adopt the audited Balance Sheet as at 31st March 1999 and Profit and Loss account of the company for the year ended on that date, together with the Report of the Directors and Auditors Report thereon.
2. To appoint Director in the place of Sh. Ved Prakash Verma, who retires by rotation and, being eligible offers himself for reappointment.
3. To appoint Statutory Auditors and fix their remuneration.

SPECIAL BUSINESS

4. To consider and if thought fit, to pass the following resolution, with or without modifications as an Ordinary Resolution :
"RESOLUTION THAT in accordance with the provisions of Section 198, 269, 309 read with Schedule XIII and other applicable provisions of the Companies Act, 1956, or any amendment and/or modification/s thereof, the consent of the Company be and is hereby accorded to

the appointment of Sh. Krishan Chawla as Managing Director of the Company for a period of five years, with effect from 01/01/1999, on the terms and conditions and on remuneration, including commission and perquisites as set out in the Explanatory Statement of this resolution.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to fix and/or re-fix the remuneration thereof including payment of commission to the Managing Director provided that such remuneration including commission does not exceed limits prescribed from time to time under Schedule XIII or any other provisions of the Companies Act, 1956 and/or any statutory modifications thereof."

5. To consider and if thought fit, to pass the following resolution, with or without modification/s as an Ordinary Resolution :

"RESOLVED THAT pursuant to Section 269, 198/309, Schedule XIII of the Companies Act, 1956, and other applicable provisions, if any, appointment of Shri Atul Mahendru as an Executive Director of the Company be and is hereby renewed for a further period of one year with effect from 01/01/2000.

RESOLVED FURTHER THAT no further remuneration be paid to Shri Atul Mahendru for his services as an Executive

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Director with effect from 01/04/1999."
By Order of the Board
for **AKS CREDITS LIMITED**

(KRISHNA CHAWLA)
MANAGING DIRECTOR
PLACE NEW DELHI
DATE : 15/10/1999

NOTES

1. Explanatory Statement as required under Section 173(2) of the Companies Act, 1956 is annexed.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FROM OF PROXY IS ENCLOSED AND IF INTENDED TO BE USED. IT SHOULD BE RETURNED DULY COMPLETED TO THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.
3. The Register of Members of the Company will remain closed from 16/11/1999 to 22/11/1999 (both days inclusive).
4. Shareholders are requested to notify change in their addresses alongwith PINCODE, if any, to the Company at its

Registered Office quoting their folio numbers.

5. Shareholders who are holding shares in identical order of names in more than one folio, are requested to write to the Company enclosing their share certificates to enable the Company to consolidate their holding in one folio.
6. Shareholders/Proxyholders are requested to produce at the entrance the attached admission slip duly completed and signed, for admission to the meeting hall.

ANNEXTURE TO NOTICE

**(EXPLANATORY STATEMENT
PURSUANT TO SECTION 173(2) OF
THE COMPANIES ACT, 1956)**

ITEM NO. 4

Sh. Krishna Chawla was appointed as Managing Director of the Company for a period of five years w.e.f. 01/01/1994 at a salary plus perks as approved by the shareholders in its meeting held on 21/12/1993. Since the five years term of appointment expired on 31/12/1998, the Board of Directors of the Company in its meeting held on 15/12/1998 subject to the approval of the Shareholders and/or any other approvals as may be necessary under applicable provisions of the Companies Act, 1956 or any amendment/s and modification/s thereon reappointed Sh. Krishna Chawla as Managing Director of the Company for a period of five years w.e.f. 01/01/1999 and also fixed remuneration payable to him as set out below.

REMUNERATION

- a) Salary Rs. 18,000/- per month.
- b) Perquisites
- (i) Club fees : Fees of club subject to a maximum of two clubs. This will not include admission and life membership fees.
- (ii) Provision for car for use on Company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purpose shall be billed by the company to the individual appointee concerned.

(iii) Medical :

Reimbursement of actual expenses incurred on medical treatment for himself and any member of his family.

Payment of medical insurance premium to keep in force or effect insurance in health of the Managing Director or his family.

Sh. Krishna Chawla is interested and concerned in the resolution.

ITEM NO. 5

Shri. Atul Mahendru was appointed as an Executive Director for a period of one year w.e.f. 01/01/1999 at the last Annual General Meeting of the Company. The appointment therefore expires on 31/12/1999.

The Directors feel that the renewal of appointment of Shri Atul Mahendru would be in the interest of the Company and hence recommend acceptance of the resolution set out in Item no. 4 of the notice.

Shri Atul Mahendru is interested and concerned in the said resolution.

AKS CREDITS LIMITED**DIRECTORS REPORT**

Your Directors have the pleasure in presenting the annual report alongwith audited accounts of the Company for the financial year ended 31st March 1999.

FINANCIAL DATA

Particulars	(Rs. in Lacs)	
	1998-99	1998-98
Total Income	54.18	54.76
Profit before lease equilisation charge and depreciation	0.76	(03.48)
Profit before tax	(27.63)	(10.76)
Profit/Loss after tax	(27.75)	(10.76)
Appropriations		
Proposed Dividend	Nil	Nil
Profit/Loss brought forward	(25.24)	(14.48)
	(52.99)	(25.24)
Transfer from General Reserve	39.00	Nil
Balance carried to Balance Sheet	(13.99)	(25.24)

DIVIDEND

Dividend has not been proposed by the Directors in view of lossess for the year under report.

OPERATIONS REVIEW

Due to adverse economic climate in the country and unfavourable capital market conditions, the company has incurred loss in the capital

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market. However, with the economy showing upward trend, the current year of the company is expected to bring better results.

In its endeavour to strengthen its position, your company has entered the line of vehicle finance in association with Multi National Bank and the activity is expected to bring positive results in near future.

PUBLIC DEPOSITS

The Company has not accepted deposits from public during the current period under review.

STATUS OF COMPLIANCE WITH Y2K PROBLEM

The computer system in the company has been made Y2K compliant.

DIRECTORS

Shri Ved Prakash Verma retire by rotation and being eligible offers himself for reappointment.

PARTICULARS RELATING TO CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNING AND OUTGO UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956.

The particulars relating to conservation of energy, technology absorption as specified in the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are not applicable to the Company. There was no foreign exchange earnings

and outgo during the period under review.

PERSONNEL

The Company is specially thankful to its employees who have taken direct initiative to professionalise the activities of the company in a significant manner. The company has no employee whose particulars need to be disclosed in terms of requirements of section 217(2A) of the Companies (Particulars of Employees) Rules, 1975, as amended.

AUDITORS

M/s. Vinod Arora & Co., Chartered Accountants, New Delhi retire as the Auditors of the Company at the conclusion of the forthcoming Annual General Meeting and being eligible offer themselves for reappointment. The reappointment will be within the limits specified in section 224(1B) of the Companies Act, 1956. The Board recommend their reappointment.

ACKNOWLEDGEMENT

Your Directors acknowledge the active co-operation and help received from Banks and other concerned agencies.

For and on behalf of the Board of Directors

KRISHNA CHAWLA

Managing Director

VED PRAKASH VERMA

Director

New Delhi

15/10/1999