

**TENTH  
ANNUAL REPORT  
2001-2002**

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***ARCEE INDUSTRIES LIMITED***

## MANAGEMENT

### BOARD OF DIRECTORS

SH. R.C. GUPTA	CHAIRMAN & WHOLE TIME DIRECTOR
SMT. KRISHNA GUPTA	DIRECTOR
SH. ANIL GOYAL	DIRECTOR

### MANAGER (FINANCE) & COMPANY SECRETARY

SH. VISHESH CHUGH

### AUDITORS

Messers AGGARWAL & MAHAJAN  
Chartered Accountants,  
202, Ravee Arcade,  
Old Govt. College Ground,  
Hisar - 125 001 (Haryana)

### BANKERS

Punjab National Bank  
(Main Branch),  
Sirsa Road, Hisar - 125 001 (Haryana)

### REGD. OFFICE & WORKS

7th K.M. Barwala Road,  
Talwandi Rana,  
Hisar - 125 001 (Haryana)

### RAJASTHAN UNIT

A-50, RIICO Industrial Area,  
Sadulpur - 331 023  
Distt - Churu (Rajasthan)

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**NOTICE**

NOTICE is hereby given that the '**TENTH ANNUAL GENERAL MEETING**' of members of ARCEE INDUSTRIES LIMITED will be held at the Registered office of the Company at 7th K.M. Barwala Road, Talwandi Rana, Hisar on Thursday, the 12th September, 2002 at 10.00 A.M. to transact the following business :-

**ORDINARY BUSINESS**

1. To receive, consider and adopt the audited statement of accounts for the year ended 31st March, 2002 and reports of Directors and Auditors thereon.
2. To appoint director in place of Smt. Krishna Gupta who retires by rotation and being eligible, offers herself for reappointment.
3. To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution :-

"Resolved that M/s Aggarwal & Mahajan, Chartered Accountants, be and is hereby re-appointed as auditor of the company till the conclusion of next Annual General Meeting of the Company. The remuneration may be decided by the Management after due discussion with M/s Aggarwal & Mahajan".

**REGISTERED OFFICE :**

7th K.M. Barwala Road,  
Talwandi Rana, Hisar

**BY ORDER OF THE BOARD**

Sd/-

(VISHESH CHUGH)

Dated : June 24, 2002

**MANAGER (FINANCE) & COMPANY SECRETARY**

**NOTES :**

1. The Register of Members and Share Transfer Books of the Company will remain closed from 9th September, 2002 to 12th September, 2002 (both days inclusive).
2. Members are requested to quote their Folio No. in all their correspondence.
3. Shareholders intending to enquire about accounts, to be explained in the meeting, are required to inform the Company at least 10 days in advance of their intention to do so, so that the papers relating thereto may be made available, if the Chairman permits such information to be furnished.
4. Members are requested to immediately intimate to the Company any change in their addresses as registered with the Company, mentioning the Pin Code Number.
5. The Company does not distribute copies of the Annual Report at the meeting. Members may, therefore, bring their copy with them.
6. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member. A blank form is sent herewith. The instrument appointing the proxy should however, be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.

**DIRECTORS' REPORT**

To

The Shareholders,

Your directors have pleasure in presenting their '**TENTH ANNUAL REPORT**' together with the Audited Accounts of the Company for the year ending 31st March, 2002.

		(Rs. in Lacs)
1. FINANCIAL HIGHLIGHTS	2001-2002	2000-2001
Sales and other income	182	403
Profit/(Loss) before depreciation	(25)	24
Depreciation for the year	25	26
Profit/(Loss) before income tax	(50)	(2)
Income Tax	-	-
Profit/(Loss) after Income Tax	(50)	(2)
Balance brought forward	(34)	(32)
Balance Carried to the Balance Sheet	(84)	(34)

**2. OPERATIONS**

During the year the Company has achieved a turnover of Rs.1.58 crores. The Company's production and sale have been declined during the year mainly due to the reason of lack of demand of PVC pipes in the market. The Company has been consistently trying to capture the local market, as it has already reduced dependence on the Government Sector. It is expected that the company in the near future will do better.

**3. DIRECTORS**

In accordance with the requirement of the Companies Act, 1956 and the Articles of Association of the Company, Smt. Krishna Gupta retires by rotation being eligible and offer herself for reappointment.

**4. PARTICULARS OF EMPLOYEES**

During the year there was no employee in respect of whom information as per section 217 (2A) of the Companies Act, 1956 is required to be given in the Director's Report.

**5. FIXED DEPOSITS**

The company has not accepted any fixed deposits from the public in terms of provisions of Section 58A of the Companies Act, 1956 and rules made thereunder.

**6. PARTICULARS REGARDING CONSERVATION OF ENERGY ETC.**

Information in accordance with the provisions of Section 217(1)(e) of Companies Act, 1956 read with Companies (Disclosures of particulars in the report of Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is given in the statement annexed hereto forming part of the Report.

**7. COMPLIANCE OF GUIDELINES OF SEBI/STOCK EXCHANGES**

Guidelines issued by Sebi/Stock Exchanges from time to time have been duly complied with. The shares of the Company are listed at Delhi, Mumbai, Jaipur & Hyderabad Stock Exchanges. The Company is regular in paying the Annual Listing Fees to each of Stock Exchanges.

**8. INSURANCE**

The Company's properties have been adequately insured.

**9. PERSONNEL**

The relations between the employees and the management continued to be cordial. Directors take this opportunity to place on record their appreciations for the devoted and loyal services rendered by all members of the staff and workers.

**10. DIRECTOR'S RESPONSIBILITY STATEMENT**

In pursuance to the provision of Section 217 (2AA) of the Companies Act, 1956 your Directors hereby declare :-

- i) that in the preparation of the Annual Accounts for the Financial Year 2001-2002, the applicable Accounting Standards have been followed ;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period ;
- iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities ;
- iv) that the Directors have prepared the enclosed Annual Accounts on a going concern basis.

**11. AUDITORS**

M/s. Aggarwal & Mahajan, Chartered Accountants retire and are eligible for reappointment. The Auditors have furnished to the Company the requisite certificate under section 224 (1) of the Companies Act, 1956 that their appointment, if made, would be within the prescribed limit.

**12. AUDITORS OBSERVATIONS**

The auditors observations being self explanatory, have been duly explained in the notes to the accounts.

**13. AUDIT COMMITTEE**

The present constitution of Audit Committee includes Sh. R.C. Gupta (Chairman, Audit Committee), Smt. Krishna Gupta and Sh. Anil Goyal.

**14. ACKNOWLEDGMENT**

Your directors express their sincere appreciations for the abundant assistance, sincere cooperation and valuable guidance from the Financial Institutions, Banks, Central and State Government Authorities. The Board members also convey their gratitude to all the well wishers, customers and suppliers for their continued support and encouragement and the most important of all, the excellent support of our Shareholders.

**REGISTERED OFFICE :**

7K.M. Barwala Road,  
Talwandi Rana, Hisar

Dated : June 24, 2002

**FOR AND ON BEHALF OF THE BOARD**

Sd/-  
( R.C. Gupta )  
Director

**ANNEXURE TO DIRECTOR'S REPORT :**

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and outgo Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988.

**A. CONSERVATION OF ENERGY**

The following measures have been taken by the company for conservation of energy:

- (i) Improving power factor by proper choice of capacitors from time to time depending upon the load.
- (ii) Utilising the proper load of plant and equipments, electric motors etc.
- (iii) Reducing the maximum demand by properly distribution of load.

Total energy consumption and energy consumption per unit of production as Form 'A' is as under :-

**FORM 'A'****FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY**

<b>(A) POWER AND FUEL CONSUMPTION</b>	<b>THIS YEAR</b>	<b>PREVIOUS YEAR</b>
<b>1. ELECTRICITY</b>		
a) Purchase units (KWH)	<b>330733</b>	162313
Total amount (Rs.)	<b>1463150</b>	732029
Rate / unit (Rs.)	<b>4.42</b>	4.51
b) Own generation		
i) Through diesel generator		
Units (approx.)	<b>64163</b>	274805
Units per Ltr. of diesel oil	<b>5.98</b>	5.88
Cost / units (Rs.)	<b>2.66</b>	2.34
ii) Through steam turbine generator	N.A.	N.A.
<b>2. COAL</b>	N.A.	N.A.
<b>3. FURNACE OIL (LIGHT DIESEL OIL)</b>	N.A.	N.A.
<b>4. OTHER INTERNAL GENERATION</b>	N.A.	N.A.

**CONSUMPTION PER UNIT OF PRODUCTION****PRODUCTION OF RIGID PVC PIPES**

Unit (M.T.)	<b>489</b>	899
Electricity/tonnes (KWH)(APPROX.)	<b>807</b>	486
Furnace oil/ tonnes (Ltrs.)	-	-
Coal	-	-