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# **BOARD OF DIRECTORS**

NEMNATH JATIA, Chairman & Managing Director DEEPAK JATIA, Vice Chairman & Managing Director TONY JATIA, Managing Director C. S. LODHA SANWARMUL SHROFF NARENDRA S. KARNAVAT CHANDULAL D. THAKKER G. RAGHUNATHAN, Nominee IFCI

# MANAGEMENT EXECUTIVES

### **MINING UNIT**

- C. S. JAIN, Executive President
- S. R. SONI, Vice President & Secretary
- D. K. PARIKH, Vice President (Finance)
- S. C. AGARWAL, Vice President (Mines)
- A. K. JAIN, Vice President (Operations)
- B. S. AGRAWAL, Vice President (Sales)

### SPINNING UNIT

N. P. PODDAR, President ASHOK NANNA, Sr. Vice President



M/s. B. L. AJMERA & CO. Chartered Accountants M. I. Road, Jaipur - 302 001.

### BANKERS

State Bank of Bikaner & Jaipur HDFC Bank Ltd.

### HEAD OFFICE

Feltham House, J.N. Heredia Marg, Ballard Estate, Mumbai - 400 001.

### **REGISTERED OFFICE**

Jatia Avenue, 15-B, RIICO Indl. Area Neemrana, Dist. Alwar-301 705 Rajasthan.

### WORKS

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### **MINING UNIT**

Ramganjmandi-326 519 Dist. Kota - Rajasthan.

#### **SPINNING UNIT**

"Prerna Syntex" (100% EOU) Jatia Avenue, 15-B, RIICO Indl. Area Neemrana, Dist. Alwar-301 705 Rajasthan.



# **DIRECTORS' REPORT**

То

### The Members,

### Associated Stone Industries (Kotah) Limited

The Directors have pleasure in presenting the 54th Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2000

### 1. FINANCIAL RESULTS

		(Rs. in lacs)
	2000	1999
Sales	9131.49	8516.86
Profit before Interest and		
Depreciation	1635.94	1417.18
Less : Interest	800.70	726.48
Depreciation _	617.00	573.28
Profit for the year	218.24	117.42
Less : Provision for Taxation	26.00	13.50
Profit after tax	192.24	103.92
Add : Income tax and provisions	26.62	-
of earlier years	218.86	103.92
Add : Balance brought forward		
from the previous year	458.69	416.11
Profit available for appropriation	677.55	520.03
Less : Dividend	33.09	33.09
Tax on Dividend	3.64	3.64
Retained Profits	640.82	483.30
Less : Transfer to General Reserve	24.61	<mark>24</mark> .61
Balance carried to Balance Sheet	616.21	458.69

#### 2. DIVIDEND

In order to conserve the resources, the Directors recommend for your approval a Dividend of Re. 0.50 per share for the year ended 31st March, 2000.

The aggregate amount of dividend and tax thereon will absorb Rs. 36.73 lacs.

# 3. REVIEW OF OPERATIONS

After a long recessionary phase commencing from late 1996 - 97, industrial activity appears to be on the uptrend. The Company achieved a turnover of Rs.9131.49 Lacs as compared to Rs. 8516.86 Lacs in the previous year.

The Company's Gross Profit and Net Profit increased by 15% and 85% to Rs. 1635.94 Lacs (Rs. 1417.18 Lacs) Rs. 192.24 lacs (Rs. 103.92 lacs) respectively.

The Company has registered exports of Rs. 4164.25 lacs during the year.

#### 4 PERFORMANCE OF DIVISIONS MINING DIVISION

Your Directors are able to maintain turnover of Rs. 3233.71 Lacs (Rupees 3224.49 Lacs) at Mining Divisions despite recessionary trend in construction industry. The decline in operating margin of Mining Division largely attributed due to stiff increase in grid power cost and diesel price as also unprecedented high rainfall in the region during the year when all the mines were flooded and had to do dewatering from July, 1999 to January, 2000 as against normal dewatering programme from September to November every year, resultant which the production was suffered. Your Director has taken all effective steps to mitigate the impact of these unfavourable factors through reduction in operating cost and improved productivity.

In the Union Budget relief and concession have been given to housing and infrastructure industries and we expect favourable growth in years to come.

### SPINNING DIVISION (PRERNA SYNTEX) - (100% EOU)

The Company's persistent efforts in developing export markets resulted in sales amounting to Rs. 5897.78 Lacs as compared to Rs. 5292.37 Lacs during the previous year.

The good cotton crop during 1999 resulted which favourable price, consistent quality of cotton and its mixing availability of consistent power due to management decision to install leased D.G. Set till installation of own power plant attributed to improve operating margins of Spinning Division.

Due to increase in production / turnover and control over the input cost your Director are please to inform you that Spinning Unit turn the corner and able to generate net profit at its own. The production and turnover at Prema Syntex have been increased by 22% and 11% respectively. Your Directors are able to minimise the losses till arrival of new cotton viz.October, 1999 by curtailing input cost wherever possible and attain profitability by increasing production and manufacturing marginal / profitable counts to offset downward sales realisation.

Cotton Yarn industry is on path of recovery in view of positive international development including fresh demand from Egypt, Israel, Germany and European Countries and opening up of markets in South East Asian Countries.

### 5. PRIVATE PLACEMENT OF SHARES

The Company has obtained the approval from Government of India, Ministry of Industry, Department of Industrial Policy and Promotion, Secretariat for Industrial Assistance (EOU - NRI Section) New Delhi for NRI investment in your Company amounting to Rs. 1500 Lacs by way of equity shares. Your Directors are initiating necessary steps to allot the shares.

### 6. ENVIRONMENT, HEALTH & SAFETY

### Environment

Your Company has always believed in effective management of work environment to meet occupational safety and health standards.

Your Director reaffirm the commitment and pledge to continue and observe self imposed regulations to regenerate a clean, cool & green environment. Your Company shall

- : Continue to solve environmental problems by re-engineering the process and products.
- : Maintain safe, and environ- friendly working technology.
- : Seek continuous improvement for reduction of waste generation, better conservation of natural resources for better environment.
- : Seek participation and have dialogue with employees on environment, health and safety issues.

During 1999 - 2000 significant action in the field of environment, health and safety has resulted in improved safety



and environment standards.

#### 7. DIRECTORS

Shri. Nemnath Jatia, Shri C. S. Lodha and Shri Deepak Jatia, Directors of the Company, retire by rotation in accordance with the provisions of the Companies Act, 1956 and Articles of Association of the Company and being eligible, offer themselves for reappointment.

Shri. Atul S. Dayal, Director of the Company resigned with effect from 30th July, 1999.

Shri. G.Raghunathan coopted on the Board of the Company as Nominee of IFCI Ltd. vice Shri. Arun Kapoor with effect from 29th October, 1999.

The Director place on record their appreciation for the valuable services rendered by Shri. Atul S. Dayal and Shri. Arun Kapoor as member of the Board.

#### 8. AUDITORS

Directors recommend appointment of M/s. B. L. Ajmera & Co., Chartered Accountants, retires as auditors of the Company at the ensuing Annual General Meeting and are eligible for reappointment.

#### 9. STATUTORY INFORMATION

The statement of particulars pursuant to the provision of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 forms part of this report. However as per the provisions of Section 219 (1) (b) (iv) of the Companies Act, 1956 the Report and Accounts are being sent to the shareholders of the Company excluding the statement of Particulars of Employees under Section 217 (2A) of the Act. Any share holder desires to obtain a copy of the said statement may write to the Company Secretary at the Registered Office of the Company.

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 is given in the Annexure to this Report.

The Company has been accepting deposits within the meaning of Section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975. Total amount of such Fixed Deposit as on 31st March, 2000 was Rs. 56.79 Lacs. Two Deposits amounting to Rs. 0.40 Lacs is lying unclaimed with the Company.

Pursuant to the provisions of Section 212 of the Companies Act, 1956, financial statements and other documents of subsidiary companies are annexed.

#### 10. APPRECIATION

Your Directors places on record its gratitude to Company's valued Dealers, Customers, Suppliers, Central and State Government, Bankers, Financial Institutions, International Lenders, Members and Investing Public for their continued support and confidence in the Company.

On behalf of the Board of Directors

Mumbai, 29th April, 2000 **NEMNATH JATIA** Chairman and Managing Director

# ANNEXURE TO DIRECTORS' REPORT

PARTICULARS REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

### A. CONSERVATION OF ENERGY

### MINING UNIT

The aforesaid information is not applicable to the Mining Unit. However, adequate measures have been taken for optimum utilisation of energy.

#### TEXTILE UNIT

- a) Energy Conservation Measures taken
  - i) Compressor air has been used in the machineries to obtain maximum energy saving.
  - ii) Optimising illumination in the plant.
  - iii) Low loss ballast in lighting tube fixtures have been used.
  - iv) Humidification plants have been provided with computerised monitoring.
  - v) 100% synthetic spindler tapes have been used in spinning.
  - vi) Pneumatic pressure at Compressor outlet has been reduced.
- Additional investments and proposals for reduction of consumption of energy :

A study is under progress for installation of D. G. Set for continuous production and to avoid dependency on State Electricity Board. However, D.G.Sets has been arranged on leased basis till installation of own power plant.

c) Impact of the above measures :

The above mentioned measures will result in energy saving and subsequent reduction in energy cost.

- d) Total Energy Consumption and Energy consumption per unit of production.
- 2000 1999 1. Power and Fuel Consumption Electricity a) Purchased Unit (KWH in lacs) 23.60 83.80 Total Amount (Rupees in lacs) 87.76 278.94Rate / Unit (Rupees) 3.33 3.72 b) Own Generation (Through Diesel Generator) 79.94 Unit (KWH in lacs) 156.56 Unit Per Ltr. of Diesel 3.67 3.37 Cost / Unit (Rupees) 3.05 2.88
- Consumption Per Unit of Production Electricity (KWH) Yarn (100kgs.) 318.81 354.39

# TECHNOLOGY ABSORPTION

# RESEARCH & DEVELOPMENT

# MINING UNIT

Technical vitality has been maintained through new processes to get the job done with expertise, motivation, creativity, practice and awareness.

# TEXTILE UNIT

# 1. Specific Areas

Optimising process for improvement of yield and quality of yarn, testing of raw material and finished products.

# 2. Benefits Derived

Improved results and better realisation.

Improved customers satisfaction was obtained due to improvement in product quality.

# 3. Plan of Action

The focus is on the improvement of the product. This will result in better quality, cost reduction and improvement in the profitability.

# 4. Expenditure of R & D

No Capital Expenditure has been incurred on R & D activities during the year under review.

# TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

# 1. Efforts made

Management has focused on productivity improvement, technical efficiencies and quality improvement in order to optimise manufacturing cost.

# 2. Benefits derived

Optimism manufacturing costs combined with improved quality or products resulting in enhanced customer satisfaction, improvement in existing process, commercialisation of technology, cost reduction, export promotion, etc.

# 3. Imported Technology

# None

The Company has developed its product on its own.

# FOREIGN EXCHANGE EARNING AND OUTGO.

Earning Rs. 2590.73 lacs

Outgo Rs. 109.59 lacs

On behalf of the Board of Directors

Mumbai,	NEMNATH JATIA
29th April, 2000	Chairman and Managing Director

# **AUDITORS' REPORT**

То

The Members,

# Associated Stone Industries (Kotah) Ltd.

Neemrana (Rajasthan).

We have audited the attached Balance Sheet of ASSOCIATED STONE INDUSTRIES (KOTAH) LTD., Neemrana as at 31st March, 2000 and the Profit & Loss Account for the year ended on that date annexed thereto and report that :

- 1. As required by the Manufacturing and other companies (Auditors' Report) Order, 1988, issued by the Company Law Board, in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 2. Further to our comments in the annexure referred to in paragraph 1 above :
  - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of such books.
  - iii) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account.
  - iv) In our opinion, the Profit and Loss Account and the Balance Sheet comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - v) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet and the Profit and Loss account read together with notes and accounting policies in Schedule 17 thereon, give a true and fair view :
    - a) In so far as it relates to the Balance Sheet of the state of affairs of the Company as on 31st March, 2000 and
    - b) In so far as it relates to the Profit and Loss Account of the profit of the Company for the year ended on that date.

For **B.L. AJMERA & CO.** Chartered Accountants

> SANJEEV MATHUR Partner

Jaipur,

30th April, 2000.



# ANNEXURE TO THE AUDITORS' REPORT FOR 1999-2000

Referred to in paragraph 1 of our report of even date

- The Company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets. All the fixed assets have been physically verified by the management during the year. No discrepancies have been noticed on such verification.
- 2. None of the fixed assets have been revalued during the year.
- 3. The stocks of finished goods, stores, spare parts and raw materials have been physically verified during the year by the management.
- In our opinion the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- 5. No material discrepancies have been noticed on such physical verification of stocks as compared to book records.
- In our opinion the valuation of the above mentioned stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the earlier years.
- The Company has not taken any loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. We have been informed that there is no Company under the same management as defined under Section 370 (1-B) of the Companies Act, 1956.
- 8. The rates of interest and the terms and conditions of the loans granted to Companies, Firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 are, in our opinion, prima facie not prejudical to the interest of the Company. There is no Company under the same management as defined under sub-section (1B) of Section 370 of the said Act.
- 9. In respect of loans and advances in the nature of loans given by the Company, the parties to whom such loans and advances have been given are repaying the principal amount and the interest, wherever applicable regularly.
- 10. In our opinion, the Company has adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of stores, raw materials including components, plant and machinery, equipment and other assets and for the sale of goods.
- 11. The Company has not made any purchase of goods and materials and sale of goods materials and services in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year to Rs. 50,000 or more in respect of each party.

- 12. As explained to us, the Company has a procedure for the determination of unserviceable or damaged stores, raw materials and finished goods.
- 13. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 58A of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the Public.
- 14. In our opinion the Company has maintained reasonable records for the sale and disposal of realisable scraps. The Company has no by products.
- 15. In our opinion the Company has an adequate internal audit system commensurate with the size and nature of its business.
- 16. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government, the maintenance of cost records has been prescribed under Section 209 (1) (d) of the Companies Act, 1956. We are of the opinion that prima facie the prescribed accounts and records have been maintained and are being made up. We have not, however, made a detailed examination of the records with a view to determining whether they are accurate or complete.
- 17. According to the records of the Company, Provident Fund dues have been regularly deposited during the year with the appropriate authorities.
- 18. No undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom duty and Excise Duty were outstanding as at the last day of the financial year for a period of more than six months from the date they become payable.
- 19. In our opinion and according to the explanations given to us, no personal expenses of employees or directors have been charged to revenue account other than those payable under contractual obligations or in accordance with generally accepted business practices.
- 20. The Company is not a sick industrial company within the meaning of Clause (o) of Section 3 (1) of the Sick Industrial companies (Special Provisions) Act, 1985.
- 21. In respect of trading activities of Companies, we have been informed that there are no damaged goods.

For **B. L. AJMERA & CO.** Chartered Accountants

Jaipur, 30th April, 2000 SANJEEV MATHUR Partner

# BALANCE SHEET AS AT 31ST MARCH, 2000

Schedule         31.03.2000         31.03.1999           SOURCES OF FUNDS         Share Capital         1         661.87         2595.94         3257.81           Share Capital         1         661.87         2394.03         2595.94         3257.81           LOAN FUNDS         2         2732.16         3394.03         2595.94         3257.81           LOAN FUNDS         3         6371.07         6421.44         8842.85           Jusecured         4         2491.80         8862.87         2421.41         8842.85           Inscured         4         2491.80         8862.87         2421.41         8842.85           APPLICATION OF FUNDS         5         12256.90         12100.66           APPLICATION OF FUNDS         5         2228.90         8058.73         8430.58           Assetts         5         3058.73         8430.58         2228.90           Net Block         8058.73         8430.58         8107.11         43.70         8474.28           INVESTMENTS         6         115.20         135.39         1251.07         1290.42         272.43           Current rassetts         7         1404.48         1709.09         272.43         272.43         273.3333.22 <th></th> <th></th> <th></th> <th>As at</th> <th>(Rup</th> <th>ees in Lacs) As at</th>				As at	(Rup	ees in Lacs) As at
SHAREHOLDERS' FUNDS         1         661.67         399.03         2595.54         3257.81           LOAN FUNDS         3         6371.07         6421.44         842.85         421.44         842.85         422.41         842.85         421.44         842.85         421.44         842.85         12100.66         12100.66         12100.66         12100.66         421.44         842.85         12266.90         12100.66         12100.66         12100.66         421.44         842.85         12266.90         12100.66         12100.66         12100.66         421.44         842.85         12266.90         12100.66         12100.66         12100.66         421.44         842.85         12100.66         12100.66         12100.66         12100.66         12100.66         12100.65         12256.90         121.00         135.39         135.39         135.39         135.39         135.39         135.39         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290.42         1251.07         1290		Schedule				
Share Capital         1         661.87         3394.03         2695.94         3257.81           LOAN FUNDS         Secured         3         6371.07         8862.87         2421.41         8842.85           Secured         3         6371.07         8862.87         2421.41         8842.85           Unsecured         4         2491.80         8862.87         2421.41         8842.85           APPLICATION OF FUNDS         12266.90         12100.66         12100.66         12100.66           APPLICATION OF FUNDS         10755.31         10659.48         2228.90         1250.07           Gross Block         8058.73         8107.11         43.70         8474.28           INVESTMENTS         6         115.20         135.39           CURRENT ASSETS         7         1404.48         1251.07         1290.42           Sundry Debtors         7         1404.45         1995.71         1290.42           Cash & Bank Balance         9         1115.11         1021.37         1290.42           LOANS & ADVANCES         8         1814.13         1695.71         1200.42           Less:         CURRENT LIABILITIES &         9         1115.11         1021.37           Net Current Assets	SOURCES OF FUNDS					
Reserves & Surplus         2         2732.16         3394.03         2695.94         3257.81           LOAN FUNDS Secured         3         6371.07         8862.87         2421.41         8842.85           Unsecured         4         2491.80         8862.87         2421.41         8842.85           APPLICATION OF FUNDS         12266.90         12100.66         1200.66           APPLICATION OF FUNDS         2706.58         2228.90         12100.66           Const Block         10765.31         10659.48         2228.90           Not Block         2706.58         2228.90         1430.58           Capital Work-in-Progress         46.38         8107.11         43.70         8474.28           Inventories         3333.22         1251.07         135.39         1290.42         272.43           Cash & Bank Balance         7         1404.48         1695.71         1204.42         3488.26           Inventories         3333.22         2813.92         1290.42         272.43         272.43           Less : CURRENT LIABILITIES & PROVISIONS         9         1115.11         1021.37         1021.37           Net Current Assets         9         1115.11         1021.37         12100.66           Noc	SHAREHOLDERS' FUNDS					
LOAN FUNDS Secured         3         6371.07         6421.44           Unsecured         4         2491.80         862.87         2421.41         8842.85           APPLICATION OF FUNDS         12256.90         12256.90         12100.66           APPLICATION OF FUNDS         5         10765.31         10659.48         22228.90           Net Block         8058.73         6430.58         8474.28           Less : Deprectation         2706.58         8107.11         43.70         8474.28           INVESTMENTS         6         115.20         135.39           CURRENT ASSETS         7         1404.48         1251.07         1200.42           Inventories         7         1404.48         1251.07         1200.42           Cash & Bank Balance         213.65         272.43         280.42           3333.22         2813.92         1200.42         272.43           Loans & ADVANCES         8         1814.13         1695.71           Start & Bank Balance         2.35         2.73         1200.42           Net Current Assets         9         1115.11         1021.37           Net Current Assets         9         1210.65         1220.65           Notes on Accounts & Account				3304 03		2067.81
Secured         3         6371.07         6421.44           Unsecured         4         2491.80         8862.87         2421.41         8842.85           APPLICATION OF FUNDS         12256.90         12100.66         12100.66           APPLICATION OF FUNDS         5         10765.31         10659.48         12228.90           Net Block         8058.73         6431.44         430.58         12228.90           Net Block         8058.73         6430.58         1221.07         135.39           CURRENT ASSETS         6         115.20         135.39           CURRENT ASSETS         7         1404.48         1251.07         1250.42           Sundry Debtors         220.42         2333.22         2813.92         1250.42           LOANS & ADVANCES         8         1814.13         1695.71         1250.42           Sundry Debtors         2333.22         2813.92         1200.42         1220.42           Less: CURRENT LIABILITIES & PROVISIONS         9         1115.11         1021.37         1021.37           Net Current Assets         9         1115.11         1021.02         1220.62         1210.65           Note Current Assets         9         11256.90         12100.66         121	Reserves & Surplus	<b>2</b>	2732.10	3354.03	2090.94	3257.01
Unsecured         4         2491.80         8862.87         2421.41         8842.85           APPLICATION OF FUNDS         12256.90         12200.66         12100.66           APPLICATION OF FUNDS         5         10765.31         10659.43         1228.90           Net Block         2028.90         8430.58         2228.90           Net Block         8058.73         8430.58         2228.90           INVESTMENTS         6         115.20         135.39           CURRENT ASSETS         7         1404.48         1251.07         1290.42           Inventories         7         1404.48         1251.07         1290.42           CLORENT ASSETS         7         1404.48         1251.07         1290.42           Cash & Bank Balance         179.09         129.65         1290.42         272.43           LOANS & ADVANCES         8         1814.13         1695.71         1409.42           Inventories         7         1402.37         273.30         2438.26           MISCELLANEOUS EXPENDITURE         9         11115.11         1021.37         12100.66           Net Current Assets         4032.24         3488.26         12100.66         2.35         2.73           Ico the	LOAN FUNDS					
12256.90     12100.66       APPLICATION OF FUNDS     5       Gross Block     10765.31       Jess: Depreciation     2706.58       Capital Work-in-Progress     48.38       ROUESTMENTS     6       INVESTMENTS     1251.07       INVENDRIES     7       INVENDRIES     1251.07       Sundry Debtors     272.43       Cash & Bank Balance     219.85       1251.07     1280.42       INVENDRIES     8       1115.11     1021.37       Net Current LIABILITIES & POVISIONS     9       1115.11     1021.37       Net Current Assets     4032.24       MISCELLANEOUS EXPENDITURE       Preliminary Expenses     2.35       (to the extent not written off)     12256.90       Notes on Accounts & Accounting Policies     17       As per our Report of even date     On Behalf of the Board of Director       SANJEEV MATHUR     S.R. SONI       Vice President & Secretary     Vice Chairman & Managing Director       Jaipur     Mumbai     TONY JATIA				0000 07		0040.05
APPLICATION OF FUNDS FIXED ASSETS 5 Gross Block 228.90 Net Block 8058.73 8430.56 Capital Work-in-Progress 48.33 8107.11 43.70 8474.28 INVESTMENTS 6 115.20 135.39 CURRENT ASSETS 7 Inventories 7 Sundry Debtors 2272.43 Cash & Bank Balance 228.90 Sundry Debtors 2272.43 Cash & Bank Balance 228.90 LOANS & ADVANCES 8 1617.11 43.70 8474.28 Less : CURRENT LIABILITIES 8 PROVISIONS 9 1115.11 1021.37 Net Current Assets 4032.24 3488.26 MISCELLANEOUS EXPENDITURE Prediminary Expenses 23.5 2.73 Ito the extent not written off) 17 As per our Report of even date 0 Chartered Accountants Accountants & S.R. SONI Chartered Accountants & Secretary Vice Charman & Managing Director Jaipur Mumbai TONY JATIA	Unsecured	4	2491.80		2421.41	<u> </u>
FIXED ASSETS     5       Gross Block     2706.58       Less : Depreciation     2706.58       Net Block     8058.73       Capital Work-in-Progress     48.38       RIVESTMENTS     6       Inventories     115.20       Sundry Debtors     1290.42       Cash & Bank Balance     219.65       Inventories     1290.42       Sundry Debtors     1290.42       Cash & Bank Balance     219.65       As Bank Balance     1814.13       Inventories     19.65       Sundry Debtors     1290.42       Cash & Bank Balance     219.65       Bank Balance     219.65       LOANS & ADVANCES     8       1814.13     1695.71       5147.35     4509.63       Less : CURRENT LIABILITIES & PROVISIONS     9       19     1115.11       1021.37       Net Current Assets     4032.24       MISCELLANEOUS EXPENDITURE       Proliminary Expenses       Cost on Accounts & Accounting Policies       17   On Behalf of the Board of Directors Notes on Accounts & Accounting Policies 17 As per our Report of even date Con Behalf of the Board of Directors SANJEEV MATHUR Pattner Vice President & Secretary Vice Chairman & Managing Director Jaipur Mumbal TONY JATIA				12256.90		12100.66
Gross Block Less : Depreciation         10765.31         10659.48 2228.90           Net Block Capital Work-in-Progress         8058.73         8430.58           INVESTMENTS         6         115.20         135.39           CURRENT ASSETS Inventories Sundry Debtors Cash & Bank Balance         7         1404.48         1251.07           Sundry Debtors Cash & Bank Balance         7         1404.48         1251.07         1290.42           LOANS & ADVANCES         8         1814.13         1695.71         1290.42           LOANS & ADVANCES         8         1814.13         1695.71         1021.37           Net Current Assets         9         1115.11         1021.37         1028.24           Net Current Assets         9         1115.11         1021.37         12100.66           Notes on Accounts & Accounting Policles         17         12100.66         12100.66           Notes on Accounts & Accounting Policles         17         12100.66         12100.66           Notes on Accounts & Accounting Policles         17         NEMNATH JATIA Chairman & Managing Director           SANJEEV MATHUR Partner         S.R. SONI Vice President & Secretary         DEEPAK JATIA Vice Chairman & Managing Director           Jaipur         Mumbai         TONY JATIA         10017 JATIA </td <td>APPLICATION OF FUNDS</td> <td></td> <td></td> <td></td> <td></td> <td></td>	APPLICATION OF FUNDS					
Gross Block Less : Depreciation         10765.31         10659.48 2228.90           Net Block Capital Work-in-Progress         8058.73         8430.58           INVESTMENTS         6         115.20         135.39           CURRENT ASSETS Inventories Sundry Debtors Cash & Bank Balance         7         1404.48         1251.07           Sundry Debtors Cash & Bank Balance         7         1404.48         1251.07         1290.42           LOANS & ADVANCES         8         1814.13         1695.71         1290.42           LOANS & ADVANCES         8         1814.13         1695.71         1021.37           Net Current Assets         9         1115.11         1021.37         1028.24           Net Current Assets         9         1115.11         1021.37         12100.66           Notes on Accounts & Accounting Policles         17         12100.66         12100.66           Notes on Accounts & Accounting Policles         17         12100.66         12100.66           Notes on Accounts & Accounting Policles         17         NEMNATH JATIA Chairman & Managing Director           SANJEEV MATHUR Partner         S.R. SONI Vice President & Secretary         DEEPAK JATIA Vice Chairman & Managing Director           Jaipur         Mumbai         TONY JATIA         10017 JATIA </td <td>FIXED ASSETS</td> <td>5</td> <td></td> <td></td> <td></td> <td></td>	FIXED ASSETS	5				
Net Block Capital Work-in-Progress     8058.73 48.38     8430.58 8107.11     433.0 430.58       INVESTMENTS     6     115.20     135.39       CURRENT ASSETS Inventories Cash & Bank Balance     7 1404.48 272.43     1251.07 1290.42 272.43     1251.07 1290.42       Cash & Bank Balance     272.43 3333.22     2813.92       LOANS & ADVANCES     8     1814.13 5147.35     1695.71 4509.63       Less : CURRENT LIABILITIES & PROVISIONS     9     1115.11     1021.37       Net Current Assets     4032.24     3488.26       MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)     12     2.35     2.73 12256.90       Notes on Accounts & Accounting Policies     17     10     10     10       As per our Report of even date     On Behalf of the Board of Directors     12       For B.L. AJMERA & CO. Chartered Accountants     S.R. SONI Vice President & Secretary     DEEPAK JATIA Vice Chairman & Managing Director       SANJEEV MATHUR Partner     S.R. SONI Vice President & Secretary     DEEPAK JATIA Vice Chairman & Managing Director		5	10765.31		10659.48	
Capital Work-in-Progress48.388107.1143.708474.28INVESTMENTS6115.20135.39CURRENT ASSETS71404.481251.07Inventories71404.481251.07Sundry Debtors272.4323333.222813.92Cash & Bank Balance81814.131695.71Cash & Bank Balance81814.131695.71JANNS & ADVANCES81814.131695.71LOANS & ADVANCES81814.131021.37Net Current Assets4032.243488.26MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)12As per our Report of even date0n Behalf of the Board of DirectorsFor B.L. AJMERA & CO. Chartered Accountants17SANJEEV MATHUR PartnerS.R. SONI Vice President & SecretaryDEEPAK JATIA Vice Chairman & Managing DirectorJaipurMumbaiTONY JATIA	Less : Depreciation		2706.58		2228.90	
INVESTMENTS 6 115.20 135.39 CURRENT ASSETS 7 Inventories 7 Sundry Debtors 7 Cash & Bank Balance 2019.65 Sundry Debtors 7 Cash & Bank Balance 2019.65 Sundry Status 2019.65 Sundry Status 2019.65 Status 2019.65 Stat	Net Block		8058.73		8430.58	
CURRENT ASSETS       7       1404.48       1251.07         Inventories       1709.09       1290.42       272.43         Cash & Bank Balance       219.65       272.43       2813.92         LOANS & ADVANCES       8       1814.13       1695.71         Jasta       5147.35       4509.63       4509.63         Less : CURRENT LIABILITIES & PROVISIONS       9       1115.11       1021.37         Net Current Assets       9       1115.11       1021.37         Net Current Assets       4032.24       3488.26         MISCELLANEOUS EXPENDITURE       Preliminary Expenses       2.35       2.73         Ito the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17       1021.07         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO.       NEMNATH JATIA       Chairman & Managing Director         SANJEEV MATHUR       S.R. SONI       Vice President & Secretary       DEEPAK JATIA         Pattner       Vice President & Secretary       DEEPAK JATIA       Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA       TONY JATIA	Capital Work-in-Progress			8107.11		8474.28
Inventories       1404.48       1251.07         Sundry Debtors       1709.09       1290.42         Cash & Bank Balance       13333.22       2813.92         LOANS & ADVANCES       8       1814.13       1695.71         Jasta       1695.71       1021.37         Less : CURRENT LIABILITIES & provisions       9       1115.11       1021.37         Net Current Assets       4032.24       3488.26         MISCELLANEOUS EXPENDITURE       2.35       2.73         Preliminary Expenses       2.35       2.73         (to the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17       1021.07         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO.       Yice President & Secretary       DEEPAK JATIA         Chartered Accountants       S.R. SONI       Vice President & Secretary       DEEPAK JATIA         Pattner       Vice President & Secretary       DEEPAK JATIA       Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA       TONY JATIA	INVESTMENTS	6		115.20		135.39
Sundry Debtors Cash & Bank Balance       1709.09 219.65 3333.22       1290.42 272.43 2813.92         LOANS & ADVANCES       8       1814.13 5147.35       1695.71 4509.63         Less: CURRENT LIABILITIES & PROVISIONS       9       1115.11 1021.37       1021.37         Net Current Assets       9       1115.11 4032.24       3488.26         MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)       2.35 12256.90       2.73 12100.66         Notes on Accounts & Accounting Policies       17       0n Behalf of the Board of Directors         For B.L. AJMERA & CO. Chartered Accountants       S.R. SONI Vice President & Secretary       Managing Director         SANJEEV MATHUR Partner       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA	CURRENT ASSETS	7				
Cash & Bank Balance       219.65       272.43         LOANS & ADVANCES       8       1814.13       1695.71         Less : CURRENT LIABILITIES & PROVISIONS       9       1115.11       1021.37         Net Current Assets       9       1115.11       1021.37         Net Current Assets       4032.24       3488.26         MISCELLANEOUS EXPENDITURE       2.35       2.73         Preliminary Expenses       2.35       2.73         (to the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17       0n Behalf of the Board of Directors         For BL. AJMERA & CO.       *       NEMNATH JATIA Chairman & Managing Director         SANJEEV MATHUR       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA						
3333.222813.92LOANS & ADVANCES81814.131695.71As per our Report of even date91115.111021.37Notes on Accounts & Accounting Policies172.352.73As per our Report of even date170n Behalf of the Board of DirectorsFor BL. AJMERA & CO. Chartered AccountantsS.R. SONI Vice President & SecretaryDEEPAK JATIA Vice Chairman & Managing DirectorJajpurMumbaiTONY JATIA						
LOANS & ADVANCES81814.131695.71Less : CURRENT LIABILITIES & PROVISIONS91115.111021.37Net Current Assets91115.111021.37Net Current Assets4032.243488.26MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)2.352.73Notes on Accounts & Accounting Policies17As per our Report of even dateOn Behalf of the Board of DirectorsFor B.L. AJMERA & CO. Chartered AccountantsS.R. SONI Vice President & SecretaryDEEPAK JATIA Vice Chairman & Managing DirectorJaipurMumbaiTONY JATIA	Cash & Bank Balance				272.43	
Image: state			3333.22		2813.92	
Less: CURRENT LIABILITIES & PROVISIONS       9       1115.11       1021.37         Net Current Assets       4032.24       3488.26         MISCELLANEOUS EXPENDITURE       Preliminary Expenses       2.35       2.73         (to the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17       1021.37         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO.       NEMNATH JATIA Chairman & Managing Director         SANJEEV MATHUR       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA	LOANS & ADVANCES	8	1814.13		1695.71	
PROVISIONS91115.111021.37Net Current Assets4032.243488.26MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)2.352.7312256.9012100.66Notes on Accounts & Accounting Policies17As per our Report of even dateOn Behalf of the Board of DirectorsFor B.L. AJMERA & CO. Chartered Accountants*NEMNATH JATIA Chairman & Managing DirectorSANJEEV MATHUR PartnerS.R. SONI Vice President & SecretaryDEEPAK JATIA Vice Chairman & Managing DirectorJaipurMumbaiTONY JATIA			5147.35		4509.63	
Net Current Assets     4032.24     3488.26       MISCELLANEOUS EXPENDITURE Preliminary Expenses (to the extent not written off)     2.35     2.73       Notes on Accounts & Accounting Policies     17       As per our Report of even date     On Behalf of the Board of Directors       For B.L. AJMERA & CO. Chartered Accountants     S.R. SONI Vice President & Secretary     NemNATH JATIA Chairman & Managing Director       SANJEEV MATHUR Partner     S.R. SONI Vice President & Secretary     DEEPAK JATIA Vice Chairman & Managing Director	Less : CURRENT LIABILITIES &					
MISCELLANEOUS EXPENDITURE       Preliminary Expenses       2.35       2.73         (to the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO.       NEMNATH JATIA         Chartered Accountants       S.R. SONI         Partner       Vice President & Secretary         Jaipur       Mumbai		9	1115.11		1021.37	
Preliminary Expenses (to the extent not written off)       2.35       2.73         12256.90       12100.66         Notes on Accounts & Accounting Policies       17         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO. Chartered Accountants       *         SANJEEV MATHUR Partner       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA	Net Current Assets			4032.24		3488.26
Preliminary Expenses (to the extent not written off)       2.35       2.73         12256.90       12100.66         Notes on Accounts & Accounting Policies       17         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO. Chartered Accountants       *         SANJEEV MATHUR Partner       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA	MISCELLANEOUS EXPENDITURE					
(to the extent not written off)       12256.90       12100.66         Notes on Accounts & Accounting Policies       17       12         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO.       *       NEMNATH JATIA Chairman & Managing Director         SANJEEV MATHUR Partner       S.R. SONI Vice President & Secretary       DEEPAK JATIA Vice Chairman & Managing Director         Jaipur       Mumbai       TONY JATIA				2.35		2.73
Notes on Accounts & Accounting Policies       17         As per our Report of even date       On Behalf of the Board of Directors         For B.L. AJMERA & CO. Chartered Accountants       * NEMNATH JATIA Chairman & Managing Director         SANJEEV MATHUR Partner       S.R. SONI Vice President & Secretary         Jaipur       Mumbai						
As per our Report of even date On Behalf of the Board of Directors For B.L. AJMERA & CO. Chartered Accountants SANJEEV MATHUR Partner S.R. SONI Vice President & Secretary Jaipur Mumbai TONY JATIA				12256.90		12100.66
For B.L. AJMERA & CO. Chartered AccountantsNEMNATH JATIA Chairman & Managing DirectorSANJEEV MATHUR PartnerS.R. SONI Vice President & SecretaryDEEPAK JATIA Vice Chairman & Managing DirectorJaipurMumbaiTONY JATIA	Notes on Accounts & Accounting Policies	17				
Chartered Accountants     Chairman & Managing Director       SANJEEV MATHUR Partner     S.R. SONI Vice President & Secretary     DEEPAK JATIA Vice Chairman & Managing Director       Jaipur     Mumbai     TONY JATIA	As per our Report of even date			On Be	half of the Board	of Directors
Chartered Accountants     Chairman & Managing Director       SANJEEV MATHUR Partner     S.R. SONI Vice President & Secretary     DEEPAK JATIA Vice Chairman & Managing Director       Jaipur     Mumbai     TONY JATIA	ForB.L. AJMERA & CO				ATH	
Partner     Vice President & Secretary     Vice Chairman & Managing Director       Jaipur     Mumbai     TONY JATIA						Director
Jaipur Mumbai TONY JATIA	SANJEEV MATHUR	S.R. SONI		DEEP	AK JATIA	
	Partner	Vice President & Se	ecretary	Vice C	hairman & Mana	ging Director
	Jaipur	Mumbai		τοΝΥ	JATIA	
	30th April, 2000	29th April, 2000		Mana	ging Director	



# PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2000

		`( For the ye	Rupees in lacs) ar ended
· · · · · · · · · · · · · · · · · · ·	Schedule	31.03.2000	31.03.1999
INCOME			
Sales	10	9131.49	8516.86
Other Income	11	81.09	121.09
Increase/(Decrease) in Stock	12	(16.50)	(85.07)
		9196.08	8552.88
EXPENDITURE			
Production and Other Expenses	13	5748.97	5243.46
Employees Remuneration and Benefits	14	1330.98	1351.95
Administrive and General Expenses	15	480.19	540.29
Interest	16	800.70	726.48
Depreciation		617.00	573.28
		8977.84	8435.46
Profit before Taxation		218.24	117.42
Provision for Taxation		26.00	13.50
Profit after tax		19 <mark>2.</mark> 24	103.92
Add : Income Tax & Provisions of earlier years		26.62	
		218.86	103.92
Add : Balance brought forward from previous year		458.69	416.11
Profit available for Appropriations		677.55	520.03
Appropriated to :			
i) General Reserve		24.61	24.61
ii) Proposed Dividend		33.09	33.09
iii) Tax on Dividend		3.64	3.64
iv) Balance Carried to Balance Sheet		616.21	458.69
		677.55	520.03
Notes on Accounts & Accounting Policies	17		
As per our Report of even date		On Behalf of the Bo	ard of Directors
For B.L. AJMERA & CO. Chartered Accountants		NEMNATH JATIA Chairman & Managing Director	
•····	R. SONI e President & Secretary	<b>DEEPAK JATIA</b> Vice Chairman & Managing Director	

Jaipur 30th April, 2000 Mumbai 29th April, 2000 TONY JATIA Managing Director

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# SCHEDULE ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2000

			(Rupees in lacs)
		As at	As at
		31.03.2000	31.03.1999
SCHEDULE 1			
SHARE CAPITA	L.		
AUTHORISED			
200000	(Previous year 200000) Redeemable Preferance		
	Shares of Rs. 100 each	200.00	200.00
23000000	(Previous year 23000000) Equity Shares of Rs. 10 each	2300.00	2300.00
		2500.00	2500.00
ISSUED, SUBSO	CRIBED AND PAID UP		
6628373	(Previous year 6628373) Equity Shares of Rs. 10 each		
	fully called up	662.84	662.84
	Less : Amount in arrears	0.97	0.97
		661.87	661.87
		<u> </u>	

### Notes : Of the above Equity Shares :

(a) 32000 Shares have been alloted as fully paid up pursuant to a contract without payment being received in cash ;

(b) 50000 Shares have been alloted as fully paid up on conversion of 1,00,000 Deferred Shares of Rs. 5 each; and

(c) 3891000 Shares have been issued as fully paid Bonus Shares by capitalisation of General Reserve.

# SCHEDULE 2 RESERVE & SURPLUS

			(Rupees in lacs)
	Balance	Addition	Balance
	as on	during	<ul> <li>as on</li> </ul>
	01.04.99	the year	31.03.2000
Capital Reserve	2.73	- 0.39	2.34
General Reserve	1475.00	25.00	1500.00
Share Premium Account	479.52	_	479.52
Reserve for Contingencies	180.00	(45.91)	134.09
Profit & Loss Account	458.69	157.52	616.21
	2595.94	136.22	2732.16