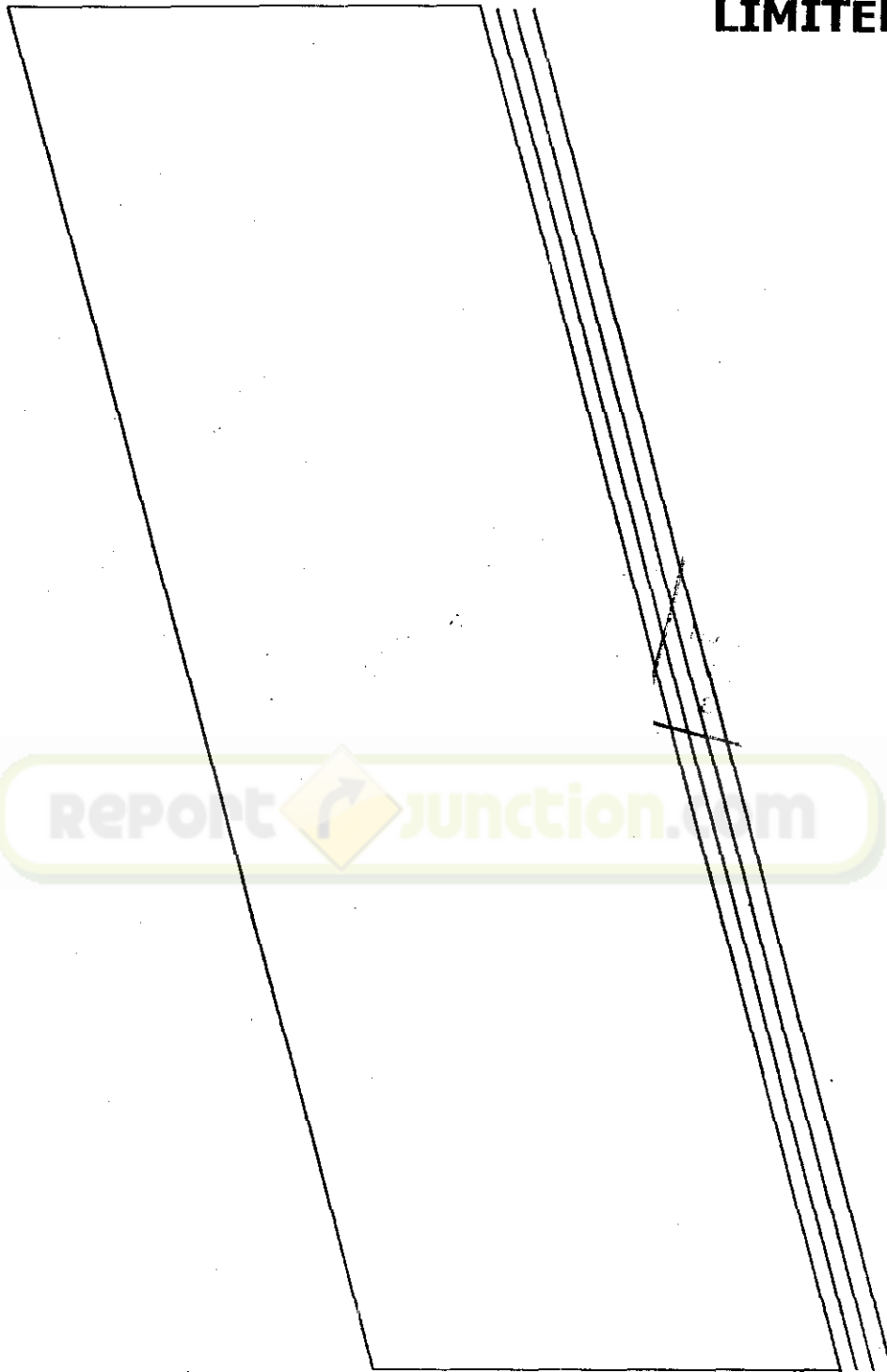


**ADVANCE
MULTITECH
LIMITED**



**21ST ANNUAL REPORT
1999-2000**

ADVANCE MULTITECH LIMITED

ADVANCE MULTITECH LIMITED 21ST ANNUAL REPORT

ANNUAL GENERAL MEETING

On Saturday, 30th September, 2000
Advance Synthetic Mills
Opp. Simla Hotel, Narol Char Rasta,
Ahmedabad - 382 405.
At 11.30 A.M.

BOARD OF DIRECTORS

Arvind Goenka (Chairman & Managing Director)
Ashok Goenka (Director)
Dr. S. R. Dhruv (Director - Technical)

AUDITORS

Nahta Jain & Associates
Chartered Accountants,
211, New Cloth Market,
Ahmedabad - 380 002.

BANKERS

Union Bank of India
Relief Road, Ahmedabad.

Shareholders are requested to bring their copy of the Annual Report along with them at the Meeting, as the copies of the Report will not be distributed at the meeting.

PLANT

Plot No. 167, Pirana Approach,
Village Piplej, Ahmedabad.

CONTENTS

Notice	
Director's Report	
Auditor's Report	
Balance Sheet	
Profit & Loss Account	
Schedule Annexed to Balance Sheet and Profit & Loss Accounts	
Notes Forming part of the Accounts	
Balance Sheet Abstract and Company General	
Business Profile	
Cash Flow Statement	

21
10
15
18
20

NOTICE

NOTICE is hereby given, that 21st Annual General Meeting of the Members of the Company will be held on Saturday, the 30th September, 2000, Advance Synthetic Mills, Opp. Simla Hote, Narol Char Rasta, Ahmedabad - 382 405. at 11.30 A.M. to transact the following business.

ORDINARY BUSINESS :

- (1) To receive, consider and adopt the Balance Sheet of the Company as at 31st March, 2000 along with the Profit & Loss Account for the year ended on that date and the Report of the Auditor's thereon and the Director's Report attached thereto.
- (2) To appoint a Director in place of Shri S. R. Dhruv who retires by rotation and being eligible offer himself for re-appointment.
- (3) To appoint Auditor's and authorise Board to fix their remuneration.

NOTES :

(1) A MEMBER ENTITLED TO ATTEND AND VOTE IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIM/HERSELF AND PROXY NEED NOT BE A MEMBER, PROXIES IN ORDER TO BE VALID MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS IN ADVANCE.

- (2) The Register of Members and the Share Transfer Book of the Company will remain closed from 06\09\2000 (Wednesday) to 30\09\2000 (Saturday).
- (3) Shareholders are requested to intimate the change in address if any, to the Company.
- (4) Explanatory Statement in respect of item No.4 of special business in accordance with Section 173(2) of the Companies Act, 1956 is enclosed.

Registered office
36, Kothari Market,
Ahmedabad - 380 022.

By Order of the Board of Directors
FOR ADVANCE MULTITECH LIMITED

Date : 25\08\2000

ARVIND GOENKA
(Managing Director)

ANNEXURE TO NOTICE

At present the Company's equity shares are listed at the Ahmedabad and Bombay Stock Exchange Company has paid Annual listing fees at both the exchange for the financial year 2000-2001 and there is no arrear of listing fees.

DIRECTOR'S REPORT

To,
The Members,

The Directors have pleasure in presenting the Twenty First Annual Report together with the Audited statements of Accounts for the Year ended 31st March, 2000.

FINANCIAL RESULTS

PARTICULARS	YEAR ENDED 31-03-2000	YEAR ENDED 31-03-1999
Profit before depreciation and taxes	8.31	12.99
Less : Depreciation	8.03	12.51
Less : Taxation	0.18	0.50
Profit after Depreciation and tax	0.10	0.43
Prior Period adjustments	(7.84)	--
Add : Excess Depreciation written back	--	--
Add : Profit brought forward from Pre.year	139.97	138.65
Surplus available	132.23	139.97
Less :		
01. Proposed dividend on equity share	--	--
02. Transfer to General Reserve	--	--
03. Income Tax for earlier year	0.36	0.89
Balance carried to Balance Sheet	131.87	139.07

PERFORMANCE :

During the year under review, the Company has achieved turnover of Rs.180.06 lacs in comparison to Rs.223.52 lacs in previous year. Company has earned profit of Rs.0.10 lacs against the profit of Rs.0.43 lacs of the previous year. The Company has taken effective steps to control the production cost during the current year. Company hope to achieve good growth in years ahead.

Y-2K ISSUE :

Company's hardware and software systems are fully Y-2K compliant.

FIXED DEPOSITS :

The Company has not accepted any deposits from the public in pursuance of section 58 A of Companies Act, 1956 and hence the provisions of the Act are not applicable to the company.

OPERATION :

The Company has launched specialized Rubber-Sheet/Conveyor Belts during the year.

DIRECTORS :

Shri Shailesh Dhruv, retires by rotation and being eligible offers, himself for re-appointment. During the year under review. Shri. J. P. Goenka resigned from Board in accordance with the Articles of Association of the Company. Board put of appreciation for the services rendered by him during his tenure.

AUDITORS :

M/s Nahta Jain & Associates, Chartered Accountants, Auditors of the company hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Company has received a certificate from the auditors to the effect that their appointment, if made, would be within the prescribed limit under section 224 (1-B) of the Companies Act, 1956.

PARTICULARS OF EMPLOYEE

There was no employee drawing salary in excess of Rs.50,000/- p.m. or Rs.6 lacs p.a. during the year.

SECTION 217(1)(e) OF THE COMPANIES ACT, 1956 :

As required under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rule 1988, the relevant informations are given below:

A. CONSERVATION OF ENERGY :	1999-2000	1998-99
Electricity Purchase Unit	129436.00	155314.00
Total Amount (Rs.)	771325.70	907724.00
Rate Unit (Rs.)	5.96	5.84

B. RESEARCH & DEVELOPMENT :

Company is having it's own research & development facilities. The process of development is continuous process resulting in development & import substitute products.

C. FOREIGN EXCHANGE EARNINGS/OUT GO :

Foreign exchange earned	Nil
Foreign exchange used	Nil

PERSONAL

Your company has been maintaining a very cordial and satisfactory relationship with its employees and your directors wish to place on record their deep sense of appreciation for the devoted services of the executives, staff and workers of the company and expect even greater Co-operation in future.

ACKNOWLEDGMENT :

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the shareholders, Suppliers, financial institutions and banks during the year under review.

Place : Ahmedabad
Date : 25-08-2000

For and on behalf of the Board of Directors
FOR, ADVANCE MULTITECH LIMITED

ARVIND GOENKA
(Managing Director)

NAHTA JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
AUDITORS REPORT

To

The Shareholders
Advance Multitech Limited

We have audited the attached balance sheet of M/s. ADVANCE MULTITECH LIMITED at 31st March, 2000 and the profit and loss account for the year ended on that date annexed thereto and report that :

- 1) We have obtained all the information and explanation, which, to the best of our knowledge and belief were necessary for the purpose of our audit.
- 2) In our opinion proper Books of Account as required by law have been kept by the company, so far as it appears from our examination of such Books.
- 3) The Balance Sheet and Profit and Loss Account referred to in this Report are in agreement with the Books of Accounts.
- 4) In our opinion, the Profit & Loss Account and the Balance Sheet comply with the accounting standards referred to in Sec.211(3c) 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 said Balance Sheet and the Profit and loss Accounts read together with the Notes thereon particularly subject to Note No.9 regarding non-adjustment of share in Profit/Loss of partnership firm, Note-10 regarding less provision of depreciation on Plant & Machinery and Electric installation amounting to Rs.4,54,605/- give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - i) In so far as it relates to Balance Sheet of the state of affairs of the Company as at 31st March, 2000 and
 - ii) 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.
- 6) As required by manufacturing and Other Companies (Auditor's Report) Order 1988 issued by the Company Law Board in terms of Section 227 (4-A) of the Companies Act, 1956 and on the basis of such check of the books and records of the company as we considered appropriate and the information and explanation given to us during the course of our audit.

We state that in our opinion :

- 1) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. The Fixed Assets have been physically verified by the management during the year. We are informed that no material discrepancies were noticed on