

ALKA DIAMOND INDUSTRIES LIMITED



10TH ANNUAL REPORT

1998-99

IV. Performance of Company :-

(Rs. in Thousand)

	<u>As at 31.03.99</u>	<u>As at 31.03.98</u>
Turnover	3,876.00	17,237.99
Profit Before Tax	2,768.56	2,449.17
Earning per share (Rs.)	0.59	0.52
Total Expenditure	13,158.08	11,044.47
Profit After Tax	2,764.56	2,449.17
Dividend Rate	-- NIL --	-- NIL --

V. Generic names of principal products/services of the Company (as per monetary terms)

1. Item Code No. (ITC Code) :- 71023901

Product description :- Polished Diamonds (Other than Industrial Diamonds)

SIGNATORIES TO SCHEDULE A TO N

AS PER REPORT ATTACHED

FOR K. K. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

SD/-

K. K. JHUNJHUNWALA
(PROPRIETOR)

PLACE : MUMBAI.

DATE :- 31.05.1999.

FOR AND ON BEHALF OF THE BOARD

SD/-

GOPAL M. VERMA
MANAGING DIRECTOR

SD/-

ERNEST FRANCIS
DIRECTOR

SD/-

VIJAY VERMA
DIRECTOR

CONTENTS

1. NOTICE

2. DIRECTOR'S REPORT

3. AUDITOR'S REPORT

4. BALANCE SHEET

5. PROFIT AND LOSS ACCOUNT

6. SCHEDULES

BOARD OF DIRECTORS

GOPAL M. VERMA - MANAGING DIRECTOR

VIJAY VERMA - DIRECTOR

ERNEST FRANCIES - DIRECTOR

BANKERS

ANZ GRINDLAYS BANK

THE FEDERAL BANK LTD.

THE PRATAP CO-OP. BANK LTD.

THE SANGLI BANK LTD.

AUDITORS

K. K. JHUNJHUNWALA & CO.
CHARTERED ACCOUNTANTS

REGISTERED OFFICE

233, PANCHRATNA,
OPERA HOUSE,
MUMBAI - 400 004.



Alka

DIAMOND INDUSTRIES LTD.

DIAMONDS IMPORTER, EXPORTER, & MANUFACTURERS

233, PANCHRATNA, OPERA HOUSE, MUMBAI - 400 004.
TEL: 361 39 90 • 367 35 73 FAX: 91-22 367 83 79

NOTICE

NOTICE IS HEREBY GIVEN that the 10th Annual General Meeting of the Members of M/S. ALKA DIAMOND INDUSTRIES LIMITED will be held on Wednesday the 29th day of Sept., 1999 at 10.30 a. m. at the Birla Krida Kendra, Chowpatti, Mumbai - 400 007 to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance-sheet as at 31st March, 1999 and the Profit & loss account for the year ended on that date and the report of Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Gopal M. Verma, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/s. K. K. Jhunjhunwala & Co., Chartered Accountants, as auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration apart from reimbursing out of pocket expenses incurred by them in the normal course of their duties.
4. To consider and, if thought fit, to pass with or without modifications, the following resolution as ORDINARY RESOLUTION :-

"RESOLVED* THAT Shri Ernest Francies, who was appointed as an Additional Director of the Company in terms of Section 260 of the Companies Act, 1956 at the meeting of the Board of Directors held on 22nd March, 1999 to hold the office upto the conclusion of the ensuing Annual General Meeting and in respect of whom the Company has received notice from a Member u/s 257 of the Companies Act, 1956 proposing his candidature for the office of the Director of the Company, be and is hereby appointed as a Director of the Company liable to retire by rotation."

REGD. OFFICE :-
233, PANCHRATNA,
OPERA HOUSE,
MUMBAI - 400 004.

PLACE :- MUMBAI.

DATED :- 02.03.1999.

BY ORDER OF THE BOARD

SD/-

GOPAL M. VERMA
MANAGING DIRECTOR

NOTES :-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.

Proxies duly stamped and executed, must reach the Registered Office of the Company not less than 48 hours before the time of the Annual General Meeting.

2. The Register of Members and Share Transfer Books of the Company will remain closed from 23th Sept., 1999 to 29th Sept., 1999 (both days inclusive).
3. All documents referred to in the Notice and Explanatory Statement are open for inspection at the Registered Office of the Company during office hours on all working days except public holidays between 10.30 a.m. and 12.30 p.m. upto the date of the Annual General Meeting.
4. As a measure of economy copies of Annual Report will not be distributed at the Annual General Meeting. Therefore members are requested to bring their copy of the Annual Report to the Meeting.
5. Members are requested to send their latest address at the registered office of the Company.
6. Shareholders seeking any information with regard to Accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready.
7. Members who have multiple folios in identical names or joint names in the same order are requested to send all the share certificates to the Company for consolidation of all such Shareholdings into one folio to facilitate better service.

REGD. OFFICE :-
233, PANCHRATNA,
OPERA HOUSE,
MUMBAI - 400 004.

PLACE :- MUMBAI.

DATE :- 02.08.1999.

BY ORDER OF THE BOARD

SD/-

GOPAL M. VERMA
MANAGING DIRECTOR



Alka

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TEL: 361 39 90 • 367 35 73 FAX: 91-22 367 83 79

DIRECTOR'S REPORT

TO
THE MEMBERS,

Your directors have pleasure in presenting their 10th Annual Report alongwith the audited annual accounts for the year ended on 31st March, 1999, and report that :-

PERFORMANCE :-

A summary of your Company's financial performance is given below :-

(Figures in Lakhs)		
PARTICULARS	1998-99	1997-98
Sale & Other Income	74.39	174.78
Profit Before Tax (PBT)	27.69	24.49
Profit After Tax (PAT)	27.65	24.49
Less : Prior year tax adjustments	NIL	0.05
Add : Balance brought forward from the previous year	35.38	30.94
Balance available for Appropriation	63.03	55.38
Less : Transferred to General Reserve	20.00	20.00
Proposed Dividend	NIL	NIL
Balance Carried to Balance sheet	43.03	35.38

OPERATIONS :-

During the year under review, your Company has achieved a total Income of Rs. 74.39 Lacs as compared to previous year Rs. 174.78 Lacs. The manufacturing unit has been sold for consolidation of the operations. The whole of the turnover consists trading turnover because due to general slowdown and overall depression. The profitability was lower because of low realisation. However your Board is confident of maintaining its progress towards improvement in performance during the current year.

DIVIDEND :-

Due to non availability of sufficient funds, Your Directors express their inability to recommend any dividend for the year under review.

PROJECTIONS V/S PERFORMANCE :-

In terms of clause 43 of the listing agreement, Companies who have issued shares and given their projections in their prospectus are required to furnish comparison of projections given in the prospectus with the actual performance in respect of profitability as well as utilisation of funds. Your Company has allotted Equity Shares in terms of Prospectus dated 21st December, 1995. The comparison of projections given in the prospectus with actual performance as to the profitability as well as utilisation of funds could not be done as original projections were made upto F. Y. 1997-98 only.

UTILISATION OF FUNDS :-

The Company has utilised the funds for the purpose as mentioned in the Prospects.

AUDITORS :-

M/s. K. K. Jhunjhunwala & Co, Chartered Accountant, Auditors of the Company retire at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The Company has received a Certificate from the Auditors that they are qualified under Section 224(1) of the Companies Act, 1956, if re-appointed, to act as the Auditors of the Company. Members are requested to consider their re-appointment at a remuneration to be decided by the Board of Directors.

AUDITORS REPORT :-

Observations made in the Auditor's Report are self-explanatory and therefore do not call for any further comments under section 217(3) of the Companies Act, 1956.

BOARD OF DIRECTORS :-

As per the Provisions of the Companies Act, 1956 and in terms of the Articles of Association of the Company Mr. Gopal M. Verma, Director of the Company retire by rotation and being eligible, offers himself for re-appointment.

Shri Vrajendra Thakkar resigned from the Board effected 22nd March, 1999. The Board place on records its appreciation for the contribution made by them in their tenure. Shri Earnest Francis was appointed by the Board from 22nd March, 1999 as additional Director. The said Director ceases to hold office at this Annual General Meeting and is eligible for appointment.

FIXED DEPOSITS :-

Your Company has not accepted any fixed deposits within the meaning of section 58A of the Companies Act, 1956 from public and the rules made thereunder during the year.

PARTICULARS OF EMPLOYEES :-

The information required u/s. 217(2A) of the Companies Act, 1956, with the Companies (Particulars of Employees) Rules, 1975 are not applicable to the Company, as the company has not employed any employees whose salary exceeds by Rs. 6,00,000/- per Annum or by Rs. 50,000/- per month.

PARTICULARS REQUIRED UNDER THE LISTING AGREEMENT :-
-----**LISTING :-**

The Equity Shares of the Company are at present listed with the following Stock Exchanges :-

1. The Ahmedabad Stock Exchange
Manek Chowk,
Ahmedabad - 380 001.
2. Jaipur Stock Exchange Ltd.
Malviya Nagar,
Jaipur - 302 017.
3. The Mumbai Stock Exchange
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001.