



**apcotex lattices limited**



**Annual Report 1999-2000**



**apcotex lattices limited**

#### **BOARD OF DIRECTORS**

|                   |                   |
|-------------------|-------------------|
| Atul C. Choksey   | Chairman          |
| Dr. S. Rengachary | Managing Director |
| Girish C. Choksey | Director          |
| Bipin V. Jhaveri  | Director          |
| Dr. S. Sivaram    | Director          |
| Manubhai G. Patel | Director          |
| Amit C. Choksey   | Director          |
| T. N. V. Ayyar    | Director          |

#### **COMPANY SECRETARY**

Anand V. Kumashi

#### **AUDITORS**

Shah & Co.  
Chartered Accountants

#### **BANKERS**

State Bank of India

#### **REGISTERED OFFICE**

49-53, Mahavir Centre, Plot No. 77,  
Sector 17, Vashi, Navi Mumbai 400 703.  
Telephone : (022) 789 2631 / 32 / 35 / 36  
Fax : (022) 789 2575

#### **CORPORATE OFFICE**

N. K. Mehta International House,  
178, Backbay Reclamation,  
Babubhai M. Chinai Marg, Mumbai- 400 020.  
Telephone : (022) 283 8302 / 04  
Fax : (022) 283 8291

#### **FACTORY**

Plot No.3/1, Talaja Industrial Estate of MIDC,  
P.O. Talaja, Dist. Raigad 410 028, Maharashtra.  
Telephone : (022) 741 2239 / 2360 / 1611 / 1613  
Fax : (022) 741 2052

#### **REGISTRARS AND SHARE TRANSFER AGENTS**

MCS Limited,  
"Sri Venkatesh Bhavan",  
Plot No. 27, Road 11,  
M.I.D.C Area, Andheri (East),  
Mumbai- 400 093.  
Telephone : (022) 821 5235  
Fax : (022) 835 0456



**apcotex lattices limited**

## NOTICE

**NOTICE** is hereby given that the Fourteenth Annual General Meeting of **apcotex lattices limited** will be held at **NAVI MUMBAI SPORTS ASSOCIATION, Sector 6, Vashi, Navi Mumbai 400 703** on **24th June, 2000** at 11.00 a.m. to transact the following business:

### ORDINARY BUSINESS :

1. To receive, consider and adopt the accounts for the year ended 31st March, 2000 together with the Reports of the Board of Directors and Auditors thereon.
2. To declare a dividend on Equity Shares.
3. To appoint a Director in place of Shri Amit C. Choksey, who retires by rotation and, being eligible, offers himself for reappointment.
4. To appoint a Director in place of Shri T.N.V. Ayyar, who retires by rotation and, being eligible, offers himself for reappointment.
5. To appoint a Director in place of Shri Dr. S. Sivaram, who retires by rotation and, being eligible, offers himself for reappointment.
6. To appoint M/s. Shah & Co., Chartered Accountants as Auditors of the Company, and fix their remuneration.

### SPECIAL BUSINESS :

7. To consider and, if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution**:

**"RESOLVED THAT** the consent of the Company be and is hereby accorded in terms of Section 293 (1)(a) and other applicable provisions, if any, of the Companies Act, 1956, to the creation by the Board of Directors of the Company of such mortgages, charges and hypothecations in addition to the existing mortgages, charges and hypothecation created by the Company as may be necessary on such of the assets of the Company both present and future, in such manner as the Board may direct, in favour of the financial institutions, investment institutions and their subsidiaries, banks, mutual funds, trusts and other bodies corporates (hereinafter referred to as the "Lending Agencies")/ Trustees for the holders of debentures/bonds and/or other instruments which may be issued on private placement basis or otherwise, to secure rupee term loans/foreign currency loans, debentures, bonds and other instruments of an equivalent aggregate value not exceeding Rs.50 crores (Rupees Fifty Crores Only) together with interest thereon at the agreed rates, further interest, liquidated damages, premium on pre-payment or on redemption, costs, charges, expenses and all other moneys payable by the Company to the Trustees under the Trust Deed and to the Lending Agencies under their respective Agreements/Loan Agreements/Debtenture Trust Deeds to be entered into by the Company in respect of the said borrowings.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorised to finalise with Lending Agencies/Trustees the documents for creating the aforesaid mortgages, charges and hypothecation and to accept any modifications to, or to modify, alter or vary, the terms and conditions of the aforesaid documents and to do all such acts and things and to execute all such documents as may be necessary for giving effect to the above Resolution".

By Order of the Board  
For **apcotex lattices limited**

**ANAND V. KUMASHI**  
Company Secretary

Date : April 27, 2000

#### Registered Office :

49/53 Mahavir Centre, Plot No.77,  
Sector 17, Vashi, Navi Mumbai - 400 703.

### NOTES :

1. The relevant Explanatory Statement pursuant to Section 173 of the Companies Act, 1956 is annexed hereto.
2. A member entitled to attend and vote, is entitled to appoint a proxy to attend and, on a poll, vote instead of himself/herself. A proxy need not be a member. Proxies in order to be effective must be received by the Company at its Registered Office not later than forty-eight hours before the commencement of the meeting.

The Register of Members and Share Transfer Books of the Company will remain closed from **9th May, 2000 to 16th May, 2000** (inclusive of both days).

3. Members are requested to notify the changes, if any, in their address to the Company's Registrars immediately.
4. Members are requested to hand over the enclosed Attendance Slip, duly signed in accordance with their specimen signature registered with the Company, for admission to the meeting hall.
5. Members are hereby informed that the Company has transferred to the Central Government all unclaimed dividends relating to the accounting years upto 31.3.1995. Members who have not collected dividends for any accounting year upto and including 31.3.1995 are requested to make an application to the Registrar of Companies, Maharashtra, Hakoba Compound, Mumbai Industrial Estate, Kalachowki, Chinchpokli (East), Mumbai 400 033 for an order for payment of such uncollected dividends. Such application has to be made in the prescribed Form No. II under the Companies Unpaid Dividend (Transfer to General Revenue Account of the Central Government Rules, 1978).
6. Members desirous of getting any information about the accounts and operations of the Company are requested to address their queries to the Managing Director at least seven days in advance of the meeting so that the information required may be made readily available at the meeting.

### ANNEXURE TO NOTICE

#### EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956.)

#### Item No. 7:

To meet a part of the Company's capital expenditure and the increasing working capital requirements, the Company proposes to avail, in the next financial year financial assistance from financial institutions, investment institutions and their subsidiaries, banks, mutual funds, trusts and other bodies corporate (the Lending Agencies), issue debentures/bonds and/or other instruments on private placement basis or otherwise as set out in Resolution no.7 of the Notice. It is therefore proposed to pass a Resolution for creation of mortgages, charges and hypothecation on such of the assets of the Company as the Board may direct upto an amount not exceeding Rs.50 crores (Rupees Fifty Crores Only). Availing of the said financial assistance would be as per the terms and conditions to be approved by the Board of Directors of the Company.

The Directors commend the Resolution for acceptance by the members.

By Order of the Board  
For **apcotex lattices limited**

**ANAND V. KUMASHI**  
Company Secretary

Date : April 27, 2000

#### Registered Office :

49/53 Mahavir Centre, Plot No.77,  
Sector 17, Vashi, Navi Mumbai - 400 703.

# Annual Report 1999-2000

## DIRECTORS' REPORT

To the Members,

Your Directors have pleasure in presenting you this Fourteenth Annual Report of the Company and the audited Statements of Account for the year ended 31st March, 2000.

### COMPANY PERFORMANCE

#### FINANCIAL HIGHLIGHTS

| Particulars  | 1999-2000<br>(Rs. in Lacs) | 1998-1999<br>(Rs. in Lacs) |
|--|----------------------------|----------------------------|
| GROSS SALES  | 49,76.17                   | 29,86.96                   |
| Gross Profit Before Depreciation, Interest & Tax                             | 5,02.84                    | 4,25.96                    |
| Less : Depreciation  | 3,46.77                    | 3,44.89                    |
| Interest   | 1,25.36                    | 1,16.77                    |
| Provision for Tax  | 0.30                       | 0.22                       |
| Profit/ (Loss) After Tax   | 30.41                      | (35.92)                    |
| Add / (Less) Prior Year Adjustments  | (5.67)                     | 22.90                      |
| Profit/ (Loss) for the period  | 24.74                      | (13.02)                    |
| Add : Balance brought forward from Previous year                             | 1,45.33                    | 2,51.68                    |
| <b>Disposable Profit</b>   | <b>1,70.07</b>             | <b>2,38.66</b>             |
| The Directors recommend the appropriation of the disposable profit as under: |                            |                            |
| Dividend on Equity Shares  | 69.09                      | 84.08                      |
| Tax on Dividend  | 7.60                       | 9.25                       |
| Transfer to General Reserve  | 4.25                       | -                          |
| Balance carried to Balance Sheet   | 89.13                      | 1,45.33                    |
|  | <b>1,70.07</b>             | <b>2,38.66</b>             |

#### OPERATIONS DURING THE YEAR

The availability of raw materials and packing materials in general during the year was satisfactory. The cost of raw and packing materials increased marginally during the year.

The Gross Sales of Rs.49,76.17 lacs for the year under review reflects a value growth of about 66.60% over the sales of Rs. 29,86.96 lacs in the previous year. The Company has earned a net profit of Rs.30.41 lacs after meeting all the expenses including interest (Rs.125.36 lacs) and depreciation (Rs.346.77 lacs). The margins were under severe pressure due to stiff competition from imported products.

#### DIVIDEND

An Interim Dividend of Rs.1.25 per equity share for the year 1999-2000, amounting to Rs.69.09 lacs was declared by the Board of Directors on 26th April, 2000. The Directors recommend the same to the Shareholders. The interim dividend is being paid to those shareholders whose names appear on the register of members on 9th May, 2000. No further dividend (in addition to the interim dividend) is recommended.

#### ENERGY, TECHNOLOGY & FOREIGN EXCHANGE

Information sought under the provisions of Section 217(1)(c) of the Companies Act, 1956, read with the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is given in the Annexure forming part of this report.

#### SUBSIDIARY COMPANY

As required by Section 212 of the Companies Act, 1956, the Audited Statement of Accounts for the year ended 31st March, 2000 of Apcotex

Securities Ltd. (formerly known as Apcotex Financial Services Ltd.) and the Reports of their Directors and their Auditors thereon are annexed.

#### FIXED DEPOSITS MATURED BUT NOT CLAIMED

Fixed Deposits from the public and the shareholders stood at Rs. 38.85 lacs at the end of the year. There were no deposits that had matured but were not claimed on this date.

#### INSURANCE

All insurable assets of the Company including inventories, buildings, plant and machinery etc; loss of profit; as also liability under legislative enactments; are adequately insured.

#### ECOLOGICAL AND SAFETY

Members of the Safety Committee of the Company's Talaja Plant, reviewed the safety measures and their implementation, at their periodical meetings, to ensure adequate safety in material handling, control of pollution caused by liquid effluents, dust and emissions from chimney etc.. Samples were periodically drawn and reports submitted to the Pollution Control Board as required to ensure compliance with standards. Necessary applications have been submitted to Maharashtra Pollution Control Board for the renewal of consent to operate the Plant at Talaja.

#### Y2K COMPLIANCE

The Company has completed successful roll-over to Year 2000 in all their computerised systems and operations.

#### ISO 9002 CERTIFICATION

The final audit of the Certification Agency, M/s. TUV India Pvt. Ltd. for compliance with the norms of ISO 9002 requirements is over and it is learnt that the name of your Company has been recommended favourably for ISO certification.

#### CORPORATE GOVERNANCE

With increasing number of corporations going global the emphasis on good corporate governance has increased tremendously. Your Company's Board of Directors has recognised the need and has formed an Audit Committee, comprising of non-executive independent directors, to benchmark the Company's Corporate Governance policies.

Your company has in place the following compliances to the listing agreement entered into with the Stock Exchange(s) :

1. More than 50% of the Board of Directors of the Company comprises of independent non-executive directors, who play an active role in the Board Meetings.
2. In 1999-2000 the Board of Directors met four times wherein each of the meeting had clearly defined agenda, sent with suitable notes to the Directors in advance.

#### PERSONNEL

The Board places on record its appreciation of the contribution made by all employees during the year. The industrial relations with the employees through out were cordial. The fresh Charter of demands from the daily rated and monthly rated workmen at factory are under negotiation.

Information on particulars of Employees' Remuneration as per 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 all the shareholders of the Company excluding the Statement of Particulars of Employees. Any shareholder interested in obtaining a copy of the said statement may write to the Company Secretary at the Registered Office of the Company.



## apcotex lattices limited

### BANKS & FINANCIAL INSTITUTIONS

Yours Directors wish to place on record their appreciation of the support from State Bank of India.

### DIRECTORS

Sarvashri Armit C. Choksey, T.N.V. Ayyar and Dr. S. Sivaram retire by rotation and being eligible, offer themselves for reappointment.

### AUDITORS

The Company's Auditors, M/s. Shah & Co., Chartered Accountants, retire at

the conclusion of the ensuing Annual General Meeting and are eligible for reappointment.

### PROSPECTS

Barring unforeseen events, your Directors view the prospects for the current year with optimism.

For and on behalf of the Board

**ATUL C CHOKSEY**  
Chairman

Mumbai : April 27, 2000

## ANNEXURE TO DIRECTORS' REPORT

### FORM A

#### DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY:

##### A. POWER AND FUEL CONSUMPTION

| Electricity :                 | 1999-2000 | 1998-1999 |
|-------------------------------|-----------|-----------|
| a) Purchased Units ('000 KWH) | 4,391.96  | 2,674.46  |
| Total amount (Rs. In lacs)    | 199.77    | 125.03    |
| Rate/Unit (Rs.)               | 4.55      | 4.67      |
| b) Own Generation :           |           |           |
| Through Diesel Generator      |           |           |
| Units ('000 KWH)              | 686.10    | 476.23    |
| Units per ltr. of diesel oil  | 3.17      | 2.75      |
| Cost/Unit (Rs.)               | 4.28      | 4.07      |

##### B. CONSUMPTION PER UNIT OF PRODUCTION

|                           |     |       |
|---------------------------|-----|-------|
| Synthetic Rubber Lattices |     |       |
| Electricity (KWH/MT)      | 180 | 275   |
| Synthetic Rubber          |     |       |
| Electricity (KWH/MT)      | 850 | 1,290 |

##### 2. Benefits derived as a result of the above R & D.

- Company has commercialised a range of lattices for various applications.
- Improvement in quality consistency of products.
- The recently commercialised grade of rubber has been finding increasing market acceptance.
- Contribution to reduced dependency on imported lattices.
- Newly developed lattices for textile and paper industries are undergoing trials.

##### 3. Further plan of action:

- Continued efforts towards identifying additional end uses that can be developed for existing products.
- Develop new products for identified new applications.

##### 4. Expenditure on R & D during the Financial Year is as follows:

| Particulars   | 1999-2000 | 1998-1999 |
|---|-----------|-----------|
| Capital   | 0.71      | 0.05      |
| Recurring   | 29.21     | 27.20     |
| Total   | 29.92     | 27.25     |
| Total R & D expenditure as a percentage of turnover | 0.72%     | 1.10%     |

### TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

No new technology has been acquired requiring the above.

#### IMPORTED TECHNOLOGY

No technology import has been made in the recent past.

#### OTHERS

The recognition of the in-house R & D facilities by the Department of Scientific & Industrial Research has been renewed up to 31st March, 2001.

#### FOREIGN EXCHANGE EARNINGS & OUTGO

The Company is assessing export potential for its products. Details of foreign exchange earnings and outgo are given in Notes 12 & 13 of Schedule 'M' to the accounts.

For and on behalf of the Board

**ATUL C CHOKSEY**  
Chairman

Mumbai : April 27, 2000

### FORM B

#### DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION:

##### RESEARCH AND DEVELOPMENT (R&D)

##### 1. Specific areas in which R & D is carried out by the Company :

The R & D activities of the Company pertain to :

- Development of new products to suit the changing market profile.
- Modification of existing products for upgradation of performance.
- Development and evaluation of alternative raw/packing materials and sources, for cost reduction and flexibility in the input materials management.
- Development of products to meet specific industrial applications.
- Absorption of imported technology, if any.
- Improvement in process technology.

# Annual Report 1999-2000

## AUDITORS' REPORT

We have audited the attached Balance Sheet of APCOTEX LATTICES LIMITED as at 31st March, 2000 and the Profit and 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, we state that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) 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.
  - c) The Balance Sheet and Profit and Loss Account referred to in this report are in agreement with the books of account and comply

with the accounting standards referred to in Section 211(3C) of the Companies Act, 1956.

- d) 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 the Notes thereon 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 the 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.

**For SHAH & CO.**  
Chartered Accountants

**H. N. SHAH**  
Partner

Mumbai : April 27, 2000

## ANNEXURE TO AUDITORS' REPORT

Referred to in Paragraph 1 of our report of even date.

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. During the year, certain items of fixed assets have been physically verified by the management and there is a regular programme of verification, which in our opinion, is reasonable, having regard to the size of the Company and the nature of the fixed assets. No material discrepancies have been noticed in respect of the assets which have been physically verified during the year.
2. None of the fixed assets have been revalued during the year.
3. The stocks of finished goods and raw materials have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
4. The procedure of physical verification of the stocks followed by the management are adequate in relation to the size of the Company and the nature of its business.
5. The discrepancies noticed on verification between the physical stocks and the stock records were not material.
6. On the basis of our examination of stock records, we are of the opinion that the valuation of stocks of finished goods, raw materials and work-in-process is fair and proper and in accordance with the normally accepted accounting principles. The basis of valuation has been changed as mentioned in note no. 19 of Schedule "M".
7. The Company has not taken any loan, secured or unsecured, from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 which are, prima facie, prejudicial to the interests of the Company. We are informed that there are no companies under the same Management as this company within the meaning of Section 370 (1-B) of the Companies Act, 1956.
8. In our opinion, considering the object and purpose and the circumstances in granting loans, the rate of interest and other terms and conditions on which loans have been granted to companies, firms or other parties listed in the register maintained under Section 301 are not, prima facie, prejudicial to the interests of the Company.
9. In respect of loans and advances in the nature of loans given by the Company, parties have repaid the principal amounts as stipulated and have also been regular in the payment of interest. The Company has given interest free loans and advances in the nature of loans to employees of the Company, which are being repaid from time to time.
10. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of stores, raw materials including components, plant and machinery, equipment and other assets and with regard to sale of goods.
11. In our opinion and according to information and explanations given to us, the transactions of purchase of goods and materials and sale of goods

and materials, made 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/- (Rupees Fifty thousand only) or more in respect of each party have been made at prices which are reasonable having regard to prevailing market prices for such goods and materials or the prices at which transactions for similar goods and materials have been made with other parties.

12. As explained to us, the Company has a regular procedure for the determination of unserviceable or damaged stores, raw materials and finished goods. Adequate provision has been made in the accounts for the loss arising on the items so determined.
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 the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.
14. In our opinion, reasonable records have been maintained by the Company for the sale and disposal or realisable by products and scrap.
15. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
16. We have broadly reviewed the books of accounts and other records maintained by the Company in respect of synthetic rubber where, pursuant to the rules made by the Central Government, the maintenance of cost records have 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.
17. According to the records of the Company, Provident Fund and Employees' State Insurance dues have been regularly deposited during the year with the appropriate authorities.
18. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty were outstanding as at 31st March, 2000 for a period of more than six months from the date they became payable.
19. According to the information and explanations given to us and on the basis of books and records of the Company examined by 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 practice.
20. The Company is not a Sick Industrial Company within the meaning of clause (a) of sub section (1) of Section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

**For SHAH & CO.**  
Chartered Accountants

**H. N. SHAH**  
Partner

Mumbai : April 27, 2000



apcotex lattices limited

## BALANCE SHEET AS AT 31ST MARCH, 2000

|  | Schedules | As at<br>31st March, 2000<br>(Rs. in lacs) | As at<br>31st March, 1999<br>(Rs. in lacs) |
|--|-----------|--|--|
| <b>FUNDS EMPLOYED</b>  |           |  |  |
| Shareholders' Funds  |           |  |  |
| Share Capital  | A         | 5,56.64                                    | 5,56.50                                    |
| Reserves & Surplus   | B         | 46,97.35                                   | 47,43.62                                   |
|  |           | 52,53.99                                   | 53,00.12                                   |
| Loans  | C         |  |  |
| Secured  |           | 13,33.09                                   | 6,85.27                                    |
| Unsecured  |           | 40.57                                      | 21.02                                      |
|  |           | 13,73.66                                   | 7,06.29                                    |
| Total  |           | 66,27.65                                   | 60,06.41                                   |
| <b>APPLICATION OF FUNDS:</b>   |           |  |  |
| <b>FIXED ASSETS</b>  | D         |  |  |
| Gross Block  |           | 49,74.45                                   | 44,92.74                                   |
| Less : Depreciation  |           | 14,53.85                                   | 11,08.55                                   |
|  |           | 35,20.60                                   | 33,84.19                                   |
| Capital Work-in-Progress and Advance                                     |           | 1,22.93                                    | 2,63.21                                    |
|  |           | 36,43.53                                   | 36,47.40                                   |
| Investments (At Cost)  | E         | 7,44.61                                    | 3,44.38                                    |
| <b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>                              | F         |  |  |
| Inventories  |           | 7,35.56                                    | 5,59.80                                    |
| Sundry Debtors   |           | 14,33.87                                   | 9,76.79                                    |
| Cash & Bank Balances   |           | 35.70                                      | 14.81                                      |
| Loans & Advances   |           | 6,13.30                                    | 9,40.07                                    |
| Advance Payment of Taxes   |           | 21.07                                      | 8.19                                       |
|  |           | 28,39.50                                   | 24,99.66                                   |
| Less:  |           |  |  |
| <b>CURRENT LIABILITIES &amp; PROVISIONS</b>                              | G         | 6,81.32                                    | 5,79.92                                    |
| <b>NET CURRENT ASSETS</b>  |           | 21,58.18                                   | 19,19.74                                   |
| Miscellaneous Expenditure<br>(To the extent not written off or adjusted) |           | 81.33                                      | 94.89                                      |
| Total  |           | 66,27.65                                   | 60,06.41                                   |
| Notes  | M         |  |  |

As per our Report of even date

ATUL C. CHOKSEY

Chairman

Dr. S. RENGACHARY

Managing Director

For SHAH & CO.  
Chartered AccountantsGIRISH C. CHOKSEY  
BIPIN V. JHAVERI  
MANUBHAI G. PATEL  
AMIT C. CHOKSEY

Directors

H. N. SHAH  
Partner

ANAND V. KUMASHI

Company Secretary

Mumbai : April 27, 2000.

Mumbai : April 27, 2000



## Annual Report 1999-2000

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

|  | Schedules | 1999-2000<br>(Rs. in lacs) | 1998-1999<br>(Rs. in lacs) |
|--|-----------|----------------------------|----------------------------|
| <b>INCOME</b>  |           |                            |                            |
| Sales (Net of discounts and excise duty)                         | H         | 41,37.85                   | 24,70.65                   |
| Other Income   | I         | 2,45.05                    | 1,93.32                    |
|  |           | <u>43,82.90</u>            | <u>26,63.97</u>            |
| <b>EXPENDITURE</b>   |           |                            |                            |
| Materials Consumed   | J         | 26,82.27                   | 14,18.31                   |
| Employees Remuneration and Benefits                              | K         | 1,88.98                    | 1,69.90                    |
| Manufacturing, Administrative, Selling and Distribution Expenses | L         | 11,34.17                   | 7,66.57                    |
|  |           | <u>40,05.42</u>            | <u>23,54.78</u>            |
| GROSS PROFIT   |           | 3,77.48                    | 3,09.19                    |
| Less : Depreciation  | D         | 3,46.77                    | 3,44.89                    |
| PROFIT / (LOSS) BEFORE TAX                                       |           | 30.71                      | (35.70)                    |
| Less : Provision for Taxation                                    |           | 0.30                       | 0.22                       |
| PROFIT / (LOSS) AFTER TAX  |           | 30.41                      | (35.92)                    |
| Add/(Less) : Earlier year adjustments (net)                      |           | (5.67)                     | 22.90                      |
| Profit / (Loss) for the period                                   |           | <u>24.74</u>               | <u>(13.02)</u>             |
| Balance brought forward from previous year                       |           | 1,45.33                    | 2,51.68                    |
| DISPOSABLE PROFIT  |           | <u>1,70.07</u>             | <u>2,38.66</u>             |
| <b>DISPOSAL OF PROFIT</b>  |           |                            |                            |
| Dividend on Equity Shares  |           | 69.09                      | 84.08                      |
| Tax on Dividend  |           | 7.60                       | 9.25                       |
| Transfer to General Reserve                                      |           | 4.25                       | -                          |
| Balance carried to Balance Sheet                                 |           | <u>89.13</u>               | <u>1,45.33</u>             |
|  |           | <u>1,70.07</u>             | <u>2,38.66</u>             |

As per our Report of even date

ATUL C. CHOKSEY

Chairman

Dr. S. RENGACHARY

Managing Director

For SHAH & CO.  
Chartered AccountantsGIRISH C. CHOKSEY  
BIPIN V. JHAVERI  
MANUBHAI G. PATEL  
AMIT C. CHOKSEY

Directors

H. N. SHAH  
Partner

ANAND V. KUMASHI

Company Secretary

Mumbai : April 27, 2000.

Mumbai : April 27, 2000