

ASHIANA ISPAT LIMITED

For ASHIANA ISPAT LTD.

Sanjeev Chandra
Managing Director

Report  Junction.com

8th

ANNUAL REPORT

1999-2000

ASHIANA ISPAT LIMITED

BOARD OF DIRECTORS

- | | | |
|-------------------------------|---|---------------------|
| 1. Shri Naresh Chand | - | Managing Director |
| 2. Shri Sunil Kumar Aggarwal | - | Whole Time Director |
| 3. Shri Pearey Lal Gupta | - | Director |
| 4. Shri Satish Kumar Aggarwal | - | Director |
| 5. Shri Sukhbir Singh Jain | - | Director |
| 6. Shri Sanjay Jain | - | Director |
| 7. Shri Pradeep Aggarwal | - | Director |
| 8. Shri Neeraj Jain | - | Director |

COMPANY SECRETARY

Shri Md. Harun Rashid Ansari

REGISTERED OFFICE & WORKS

A-1116, Phase-III, RIICO Industrial Area,
Bhiwadi-301019, Distt. Alwar (Rajasthan)

CORPORATE OFFICE

633, Pocket C-8, Sector-8
Rohini, Delhi - 110085

SOLICITOR & ADVOCATE

A.K. Shrivastava

AUDITORS

M/s. S. Singhal & Company
Chartered Accountants
E-127, Industrial Area
Bhiwadi, Distt. Alwar (Rajasthan)

BANKERS

State Bank Of Bikaner & Jaipur
Kamal Cinema Building
Safderjung Enclave
New Delhi - 110 029

ASHIANA ISPAT LIMITED**NOTICE**

NOTICE IS HEREBY GIVEN THAT the Eighth Annual General Meeting of the members of the Company will be held on Saturday, the 30th September, 2000 at 11.30 A.M. at the Registered Office A-1116, Phase-III, RIICO Industrial, Bhiwadi, Distt. Alwar(Rajasthan) to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2000 and the Profit & Loss Account for the year ended on that date together with reports of Auditor's and Director's thereon.
2. To appoint a Director in place of Sri Pradeep Aggarwal Who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri Neeraj Jain who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Statutory Auditors of the Company and to fix their remuneration. M/s S. Singhal & Co., Chartered Accountants, Bhiwadi retire at the Annual General Meeting and being eligible offer themselves for re-appointment.

SPECIAL BUSINESS:

5. To consider and if thought fit, to pass, with or without modification, the following resolution as ordinary resolution:
"RESOLVED THAT pursuant to the provision of the Companies Act, 1956 or any amendment or modification thereof, this meeting hereby approves the re-appointment of Shri Naresh Chand as Managing Director of the Company, for further period of 5 years (Five Years) from 25th January, 2001 on such terms and conditions as set out in the Explanatory Statement enclosed to the Notice convening this Annual General Meeting a copy, whereof initialed by the Chairman for the purpose of identification, is placed before the meeting.
6. To consider and if thought fit, to pass, with or without modification, the following resolution as ordinary resolution:
"RESOLVED THAT in accordance with the applicable provisions of the Companies Act, 1956 or any amendment or modification thereof, this meeting hereby approves the reappointment of Shri Sunil Kumar Agarwal as Whole Time Director of the Company for a further period of 5 years (five years) from 25th January, 2001 on such terms and conditions as set out in the Explanatory Statement enclosed to the Notice convening this Annual General Meeting a copy, whereof initialed by the chairman for the purpose of identification, is placed before the meeting.

NOTES

1. Relative Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of Special Business is appended herebelow.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.
3. The Register of Members and Share Transfer books of the Company shall remain closed from 25th September to 27th September 2000 (both days inclusive).
4. Member seeking further information about the Accounts are requested to write to the Registered Office of the Company at least one week before the date of the meeting so that it may be convenient to get the information ready at the meeting.
5. Members are requested to bring their copy of Annual Accounts at the meeting. Extra copies will not be provided at the meeting.
6. Shareholders are requested to notify to the Company any change in the address quoting their folio numbers to the Registered Office of the Company.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.**ITEM NO. 5**

Shri Naresh Chand was appointed as Managing Director of the Company on 25th January, 1997 and at that time your Company was known as loss making Company. He accepted the challenges and gave new shape to the organisation and utilised the resources to an optimum value. His consistent efforts, dynamic leadership and positive attitude brought the Company on profit making path.

Since his present tenure is going to expire on 24th January, 2001, therefore, the Board of Directors of your Company in their meeting held on 04.08.2000 reviewed the performance and felt satisfaction. The Board, therefore, approved the re-appointment and remuneration of, subject to the approval of members of the Company in the ensuing Annual General Meeting, Shri Naresh Chand as Managing Director of the Company for a further period of 5 years with effect from 25th January, 2001 on the following remuneration and he shall continue to draw the same until revised by the Board of Directors.

ASHIANA ISPAT LIMITED**REMUNERATION PACKAGE**

Salary Rs. 20,000.00 PM

Perquisite :- He will be entitled to the following perks in addition to Salary :-

(a) Company's contribution towards Provident Fund -

Whenever become applicable as per the rules of the Company subject to a ceiling of 12% of Salary as laid down in the Income Tax Rules, 1961.

(b) Club Fees :-

Fees of club subject to maximum of two clubs. This will not include admission and life membership fees.

(c) Car & Telephone Facility :-

Provision of Car for use on Company's Business and Telephone at residence for Company's Business only. Personal long distance calls and use of Car for personal use shall be paid by the Managing Director.

Shri Sukhbir Singh Jain, Shri Neeraj Jain and Shri Sanjay Jain, Directors are related to Shri Naresh Chand deemed to be concerned or interested in this item of business and your Board recommends your accord to the proposal in the interest of the Company. The Board of Directors of your Company recommends this resolution for your approval.

This should be considered also as an abstract of variation in the items of remuneration of the aforesaid Managing Director and a memorandum as to the nature of the concern or interest of the Directors in the said variation as required under section 302 of the Companies Act, 1956.

(d) Company's contribution towards Provident Fund -

Whenever become applicable as per the rules of the Company subject to a ceiling of 12 % of Salary as laid down in the Income Tax Rules, 1961.

(e) Club Fees :-

Fees of club subject to maximum of two clubs. This will not include admission and life membership fees.

(f) Car & Telephone Facility :-

Provision of Car for use on Company's Business and Telephone at residence for Company's Business only. Personal long distance calls and use of Car for personal use shall be paid by the Whole Time Director.

Shri P. L. Gupta, Shri Satish Kumar Agarwal, Shri Pradeep Agarwal, Directors are related to Shri Sunil Kumar Agarwal, deemed to be concerned or interested in this item of business and your Board recommends your accord to the proposal in the interest of the Company. The Board of Directors of your Company recommends this resolution for your approval.

This should be considered also as an abstract of variation in the items of remuneration of the aforesaid Whole Time Director and a memorandum as to nature of the concern or interest of the Directors in the said variation as required under Section 302 of the Companies Act, 1956.

By order of the Board
for ASHIANA ISPAT LTD.

ITEM NO. 6

Shri Sunil Kumar Agarwal, Whole Time Director of the Company, is a young, dynamic person having enrich knowledge of Steel Industry. Since his present tenure is going to expire on 24th January, 2001, therefore, the Board of Directors of your Company in their meeting held on 04.08.2000 reviewed his performance and felt satisfaction. The Board, therefore, approved the re-appointment and remuneration of, subject to approval of members of the Company in the ensuing Annual General Meeting, Shri Sunil Kumar Agarwal as Whole Time Director of the Company for a further period of 5 years with effect from 25th January, 2001 on the following remuneration and he shall continue to draw the same untill revised by the Board of Directors.

Place : Bhiwadi

Date : 16th August, 2000

(NARESH CHAND)

Managing Director

REMUNERATION PACKAGE

Salary Rs. 20,000.00 PM

Perquisite :- He will be entitled to the following perks in addition to Salary :-

ASHIANA ISPAT LIMITED**DIRECTORS' REPORT**

Your Directors take pleasure in presenting the 8th Annual Report together with Audited Annual Accounts of the company for the Financial Year ended 31st March, 2000.

Financial Results :-

The summerised financial results for the period ended 31st March 2000 are as follows:

		(Rupees in Lac)	
		1999-2000	1998-99
Total Income		3634.56	3024.36
Profit Before Interest And Depreciation		92.00	86.52
Interest	29.28		35.18
Depreciation	34.10	63.38	30.32
Profit/(Loss) for the year before tax		28.62	21.02
Balance (Cr.) brought forward From the previous year		(27.03)	(46.09)
Balance (Dr) carries to Balance Sheet		(1.34)	(27.03)

Dividend :

Due to inadequate profits, your Directors express their inability to recommend dividend for the year ended on 31st March, 2000.

Operation :

During the year under review, the Company has achieved turnover of Rs. 3669.67 Lac as against Rs. 3066.61 in the previous year. In this way our growth rate has been 19.67%. We also earned profit of Rs. 92.00 Lacs before charging Interest, depreciation & Taxes. Despite of sluggishness in the steel industry your Company's performance has been satisfactory and this is the outcome of the consistent, dedicated, motivational, effort of your Board. During the year under review Company succeed to almost set off the previous year loss.

Your Directors have decided to follow up the plan for the next year to expand the marketing network in entire northern belt of India and also to enhance the production capacities. Your Directors hope to achieve better results in the coming years.

DIRECTORS :

Sh. Naresh Chand and Shri Sunil Kumar Agarwal whose present tenure is going to expire on 24th January, 2001 have been re-appointed as Managing Director and Whole Time Director respectively for a further period of 5 years with effect from 25 January, 2001.

Shri Pradeep Agarwal and Shri Neeraj Jain, Directors retire by rotation and being eligible offer for re-appointment.

FIXED DEPOSIT

During the Financial Year under Report, the Company has not invited and accepted any fixed deposit in terms of Section 58A of the Companies Act, 1956 and the rules made there-under.

Auditors :

M/s S. Singhal & Company, Chartered Accountants, the statutory auditors of the Company, shall be retiring at the conclusion of the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. The Auditor's Report on the accounts of the Company is self explanatory and requires no comments.

Listing :

The securities of the Company are listed on the following Stock Exchanges :

- (1) The Stock Exchange - Mumbai
- (2) The Jaipur Stock Exchange Ltd. - Jaipur
- (3) The Delhi Stock Exchange Association Ltd. - Delhi
- (4) The Magadh Stock Exchange Association - Patna

The Company has paid the Listing Fee for the financial year 2000-2001 to all Stock Exchanges.

Y2K Complaint :

The Company has achieved the Y2K transition without any disruption.

Particulars of Employees :

There are no employees whose particulars are to be furnished pursuant to Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rule, 1975.

Conservation of Energy Technology absorption and Foreign Exchange earning and outgo :

The information in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1998 regarding conservation of energy, technology absorption and foreign exchange earning and outgo is given in Annexure-1 to this report.

Acknowledgement :

Your Directors are grateful to the Central Government, State Government, Banks, Shareholders and all other business constituents for the valued co-operation and support extended to the Company during the year under review.

Yours Director wish to place on record that your Company could achieve satisfactory performance due to the continuous and unstained co-operation from its loyal, dynamic, dedicated and highly motivated executives, staff and workers.

for and on behalf of Board

(Satish Kumar Agarwal)
Director

(Naresh Chand)
Managing Director

Place : Bhiwadi
Date : 16th August, 2000

ASHIANA ISPAT LIMITED**Annexure-1****INFORMATION ON ENERGY CONSERVATION, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS & OUTFLOW**

	FIGURES AS AT 31.03.2000	FIGURES AS AT 31.03.1999
A. POWER AND FUEL CONSUMPTION		
1. ELECTRICITY		
a) Purchased Unit (KWH)	5300832	4565298
Total Amount (Rs.)	2,07,68,595	1,56,33,622
Consumption (Unit/M.T.)	212.39	214.13
b) Own Generation		
i) Through Diesel Generator	NIL	NIL
ii) Through Steam Turbine	NIL	NIL
2. COAL (Specify quantity and where used)	N.A.	N.A.
3. FURNACE OIL		
Quantity (KL)	1251.305	1145.595
Total Amount (Rs.)	1,16,49,995	73,82,965
Consumption (KL/MT)	0.050	0.054

(B) RESEARCH AND DEVELOPMENT

Continuous efforts are made on Research and Development to minimise the consumption of power and fuel. However, the expenditure on Research and Development is not substantial.

(C) FOREIGN EXCHANGE EARNING / OUTFLOW

The company neither earned nor utilised any Foreign Exchange during the year under review.