
25TH

ANNUAL REPORT

1999-2000



AURANGABAD PAPER MILLS LIMITED



AURANGABAD PAPER MILLS LIMITED

BOARD OF DIRECTORS

Shri Parmeshwar G. Mittal : **MANAGING DIRECTOR**
Shri Shankarlal G. Mittal : **EXECUTIVE DIRECTOR**
Shri Badal Mittal : **EXECUTIVE DIRECTOR**
Shri Niranjanlal B. Dalmia
Shri O. V. Kuruvilla
Smt. Y. J. Mogrelia : **ICICI Nominee**

Shri P. K. B. Nambiar : **CONSULTING COMPANY SECRETARY**

AUDITORS :

M/s. O.P. Saraogi & Co.,
Chartered Accountants
5, Apeejay House,
130, Bombay Samachar Marg,
Mumbai : 400 023.

BANKERS :

Bank of Maharashtra
Indian Overseas Bank
The Bank of Rajasthan Limited

REGISTERED OFFICE :

Opposite Municipal School,
Bansilal Nagar
Aurangabad - 431 005.

WORKS :

M.I.D.C. Paithan, Dist. Aurangabad
Maharashtra.

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Regd. Office : Opp. Municipal School, Bansilal Nagar, Aurangabad-431 005.

NOTICE OF TWENTY FIFTH ANNUAL GENERAL MEETING

Notice is hereby given that the 25th Annual General Meeting of the Members of Aurangabad Paper Mills Limited will be held on Friday, the 9th February, 2001 at 2.00 p.m. at Aurangabad Office, Opposite Municipal School, Bansilal Nagar, Aurangabad : 431 005, to transact the following business:-

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2000 and the Profit & Loss Account for the year ended on that date together with the Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri O. V. Kuruvilla, who retires by rotation as per Article 159 of the Articles of Association of the Company and, being eligible, offers himself for re-appointment.
3. To appoint Auditors of the Company 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.

SPECIAL BUSINESS :

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

RESOLVED THAT pursuant to the provisions of section 146 and other applicable provisions, if any, of the Companies Act, 1956, consent of the members be and is hereby accorded for shifting of the Registered Office of the Company from Aurangabad Office, Opp. Municipal School, Bansilal Nagar, Aurangabad-431 005 to the Factory, MIDC Paithan, Dist. Aurangabad-431 107 within the State of Maharashtra.

By Order of the Board

Place : MUMBAI

Date : 29th December, 2000

BADAL MITTAL
EXECUTIVE DIRECTOR

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The instrument appointing proxy duly completed, stamped and signed, should be deposited at the Registered Office of the Company at Opposite Municipal School, Bansilal Nagar, Aurangabad : 431 005, not later than 48 hours before the commencement of the meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from Thursday the 8th February, 2001 to Friday the 9th February, 2001 (both days inclusive).
4. The relevant Explanatory Statement pursuant to section 173 (2) of the Companies Act, 1956 is annexed hereto.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT 1956.

Item No. 4

By Shifting of the Registered office of the Company from Bansilal Nagar, Aurangabad 431 005 to the Factory Premises at MIDC, Paithan, Aurangabad District, the Company would be able to exercise economy in administrative and infrastructural expenses with optimum use of the available premises and staff. Keeping the above in view the Board recommends the passing of the Special Resolution set out at item no. 4 to enable the shifting of Registered Office.

None of the Directors is concerned or interested in the said Special Resolution.

By Order of the Board

Place : MUMBAI

Date : 29th December, 2000

BADAL MITTAL
EXECUTIVE DIRECTOR



AURANGABAD PAPER MILLS LIMITED

DIRECTORS' REPORT

Dear Shareholders,

Your Directors hereby present the 25th Annual Report of the Company and the Audited Accounts for the year ended March 31, 2000.

(Rs. in lacs)
Year ended

31.03.2000 31.03.1999

FINANCIAL RESULTS :

Loss before Interest, Depreciation & Taxation	21.92	481.17
Add : Interest	10.40	264.18
Provision for Depreciation	0	176.40
Net Loss for the year	32.32	921.75
Add : Loss brought forward from previous year	2118.55	1196.80
	<u>2150.87</u>	<u>2118.55</u>

OPERATIONS :

Production at the factory of your Company in Aurangabad remained suspended during this year as well. As was mentioned in the previous Report of your Directors, the Company was declared as a Sick Industrial Company within the meaning of Section 3(1)(O) of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) by the Board for Industrial & Financial Reconstruction (BIFR) and ICICI was appointed as the operating Agency to finalise a revival package. As a revival package could not be finalised with the consensus of all parties concerned, the promoters forwarded a proposal for one time settlement (OTS) for consideration of the operating agency, participating Financial Institutions and Banks against their dues. The Operating Agency and other participating lenders agreed for full and final settlement against their dues with a waiver of interest, etc. The modalities of the settlement are being finalised and your Directors are hopeful to resume production at the factory immediately after restoration of power and compliance of other formalities. In view of the proposed one time settlement no provision has been made for accrued interest on Term Loan & working Capital to Financial Institutions & Banks and Lease Rental.

FUTURE OUTLOOK :

The newsprint market has improved compared to the previous year and the import price of newsprint has gone up considerably. Depreciation of Indian Rupees against Dollar has also contributed for the increased import price of newsprint, making it uneconomical to import newsprint by the publishing houses. Therefore, there is good scope for the indigenous newsprint industry in the near future.

DIVIDEND

In view of the losses, your Directors are unable to recommend any dividend for the year ended 31.03.2000.

DIRECTORS

Shri O.V. Kuruvilla will retire by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

Shri Shobhan Thakore resigned from the Board with effect from 30th June, 2000. The Board placed on record the valuable services rendered by Shri Shobhan Thakore during his tenure on the Board.

PARTICULARS OF EMPLOYEES

There was no employee in respect of whom information is required to be disclosed as per Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING/ OUTGO

The information required under Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988 is appended hereto and forms part of this report.

AUDITORS

The Auditors, M/s. O.P. Saraogi & Co., Chartered Accountants, will retire at the conclusion of the forthcoming Annual General Meeting and are eligible for re-appointment. You are requested to consider their re-appointment for the financial year ending March 31, 2001 and also to fix their remuneration.

LISTING OF SHARES

The Equity Shares of your company are listed on Bombay Stock Exchange and the Annual listing fee for the year 2000-2001 has been paid. The shares of your company are brought under the compulsory dematerialisation and accordingly, the company has entered into agreement with the NSDL and CDSL.

AUDITORS REPORT

The Report of the Auditors on the Account is self explanatory and needs no explanation.

ACKNOWLEDGEMENT

Your Directors are grateful to the Financial Institutions and the Company's Bankers for their continued support and co-operation. Your Directors also wish to place on record their appreciation of the services rendered by the employees at all levels.

For and on behalf of the Board of Directors

Parmeshwar G. Mittal
Managing Director

Place : Mumbai
Date : 29th December, 2000

Badal Mittal
Executive Director

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Information under 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, and forming part of the Directors' Report.

1. CONSERVATION OF ENERGY:

(A) POWER AND FUEL CONSUMPTION:

	1999-2000	1998-99
1. ELECTRICITY (Purchased)		
(a) Units	0	0
(b) Total Amount (Rs.in Lacs)	0	21.76
(c) Rate (Rs. per unit)	0	0
2. COAL:		
(a) Quantity (M.T.)	0	0
(b) Total Cost (Rs.in Lacs)	0	0
(c) Average Rate (Rs.per M.T.)	0	0
3. BAGGASSE :		
(a) Quantity (M.T.)	0	0
(b) Total Cost (Rs. in Lacs)	0	0
(c) Average Rate (Rs. per M.T.)	0	0
(B) CONSUMPTION PER M. T. OF PRODUCTION:		
1. Electricity (Units)	0	0
2. Coal (M.T.)	0	0
3. Baggasse (M.T.)	0	0

2. FOREIGN EXCHANGE EARNING & OUTGO :

The Company's product is sold only in the local market and there is no export. During the year Foreign Exchange outgo was nil (previous year Rs. NIL which includes):

(A) IMPORT OF :

1. Raw Material (Rs. in lacs)	0	0
2. Spare Parts & Consumables (Rs. in lacs)	0	0

(B) TRAVELLING EXPENSES :

	0	0
TOTAL	<u>0</u>	<u>0</u>