



MD	✓	BKC	✓
CS	NA	OPY	NA
RO	✓	DIV	NA
TRA	✓	AC	✓
AGM	✓	SHI	✓
YE	✓		✓

13th ANNUAL REPORT 1997-98

APPU INDUSTRIES LTD.



APPU

DIRECTORS : MR. S. K. JAIN
MR. D. K. SARAOGI
MR. P. K. BAGARIA
MR. N. H. BHATTER



AUDITORS : RAJESH DUGGAR & CO.
Chartered Accounts
Calcutta

SOLICITORS : R. GINODIA
Calcutta

BANKER : Citi Bank N.A.
Calcutta

REGISTERED OFFICE : 1/1A, Upper Wood Street
Calcutta - 700 017

REGISTRAR & SHARE : Appu Registrar Ltd.
TRANSFER AGENT 1/1B, Upper Wood Street
Calcutta 700 017



NOTICE

TO THE MEMBERS

NOTICE is hereby given that the Thirteen Annual General meeting of Appu Industries Limited will be held at P-21A, Old Ballygunj Road, Calcutta-700 019, on Wednesday, the 30th December, 1998, at 9:30 AM, to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the company as at 30th June, 1998) and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. P. K. Bagaria, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors of the company and to fix their remuneration and in this connection to consider and if thought fit, to pass, with or without modification of the following resolution :-

Resolved that the retiring Auditor M/S Rajesh Duggar & Co., Chartered Accountants, be and they are hereby re-appointed as Auditors of the company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting on such remuneration as may be fixed by the Board of Directors.

By Order of the Board

Registered Office :
1/1A, Upper Wood St.
Calcutta-700 017.

S.K. Jain
Director

NOTES

1. A member entitled to attend and vote at the Meeting is also entitled to appoint a proxy/ proxies to attend and vote in his/her stead and a proxy need not be a member.
2. A proxy to be affertive should reach the registered office of the company not later than 48 hours before the meeting.
3. The Register of the member and Share Transfer Books of the Company shall remain closed from 23rd December, 1998 to 30th December, 1998, both days inclusive.
4. Members are requested to notify any change in their mailing address forthwith.
5. Members who are holding shares in identical order of names and addresses in more than one account, are requested to intimate the company, the ledger Folios of such accounts with share certificates to enable the company to consolidate the holding into one account. The share certificates will be duly returned to the members, after making necessary endoresements thereon.
6. Members desiring any information on the accounts at the Annual General Meeting may kindly write to company at least 7 days in advance, so as to enable the company to keep the information ready.
7. Members are requested to kindly bring their copies of the report and Accounts to the meeting.



DIRECTOR'S REPORT

Your Directors are pleasure in presenting the 13th Annual Report and the audited financial results of the company for the year ended 30th June, 1998.

FINANCIAL RESULTS

	<i>(Rupees in Lakh)</i>	
	For the year ended 30.06.98 (12 months)	For the year ended 30.06.97 (15 months)
	Rs. P.	Rs. P.
Gross Turnover	1693.78	1960.66
Less : Expenditures	1230.71	1402.12
Gross Profit	463.07	558.54
Less : Depreciation	226.19	215.46
" Financial Chg.	60.85	96.88
Net Profit before tax.	176.03	246.20
Less : Provision for tax.	2.52	28.37
Net Profit after tax	173.51	217.83
Add : Balance brought forward	560.02	342.19
BALANCE CARRIED TO BALANCE SHEET	733.53	560.02

The year under review was a year of extremely adverse market condition associated with various changes in regulatory policies and severe funds crisis. The entire economy was under grip of persistent depression coupled with a step inflation and regular weakening of Indian Rupee. Consequently, the performance of the Indian economy as a whole had been adversely affected and your company could not be any exception to these phenomenon.

However, because of the constant vigilance and timely corrective actions on the part of your Directors, your company could avoid any serious disaster.

As you will observe from the comparative results above that the annualised gross turnover and gross profit of the company could be maintained at a level of 1997 with a marginal betterment by about 8% and 11% respectively. The annualised net profit for the year had been marginally negative about 12% because of the impact in the increase depreciation by about 30% over the previous year because of new additions in capital assets during the year.

PROJECTION - VS - PERFORMANCE

	<i>(Rs. in Lacs)</i>	
Particulars	Projection	Actual performance
Gross Turnover	2093	1694
P A T	397	174
E P S	9.24	4.05



Beacause of the unforeseen depressionary trend prevailing in the market the projected performance could not be acheived.

DIVIDEND

In view of the insufficiency in the realised profit during the year your Directors most reluctantly refrain from recommending any dividend for the year.

DEPOSIT

The company has not accepted and/or renewed any Deposite from the public and/or shareholders during the year.

DIRECTORS

During the year under review, Mr. N. H. Bhattar a nominee of SICOM have been inducted in the Board of Director.

In accordance with the provisions of the companies act 1956 and the company's Articles of Association, Mr. P.K. Bagaria director of the company retires by rotation at the forth coming Annual General Meeting and being eligible, he offers himself for re-appointment.

During the year under review Mr. B.L. Jain resigned from the office of Director on personal ground and the Board places on record its sincers appreciation of the invaluable services rendered by Mr. Jain during the tenure of his office.

AUDITORS

M/s. Rajesh Duggar & Co. Chartered Accountants, Auditors of the Company retires at the conclusion of the forth comming Annual General Meeting and being eligible, they offer themselves for re-appointment.

AUDITORS REPORT

The Report of the Auditors and the notes on accounts are self-explanatory and need no special comments.

EMPLOYEE PARTICULARS

The company has no employee to whom the provisions under section 217 (2A) of the Companies Act, 1956 is applicable.

PARTICULARS REGARDING CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION, ETC.

The information as are required under section 217 (1) (E) of the Companies Act 1956 read with the companies (disclosures of particulars in the report of the directors) rules 1988 relating to the conversion of energy, Technology absoption, etc is not applicable as the company is not engaged in any manufacturing activity.

During the year under review the company did not earn any foreign exchange nor did it spend in foreign exchange.

ACKNOWLEDGEMENTS

Your Directors wish to express their gratitude to the officials of the Government Depts, the Company's Bank and the Shareholders for their valuable supports. Your Directors like to place on record their appreciation of the valuable contributions made by the employee at all levels.

Registered Office
1/1a, Upper Wood Street
Calcutta - 700 017

By Order of the Board
Appu Industries Ltd.
(S. K. Jain)
Director