

**8th  
ANNUAL  
REPORT  
1998 - 99**

**BARODA EXTRUSION LIMITED**

**For BARODA EXTRUSION LTD**

  
**DIRECTOR**

**BARODA EXTRUSION LIMITED****8<sup>th</sup> Annual Report****( 1998-99 )**

|                           |   |  |
|---------------------------|---|--|
| <b>BOARD OF DIRECTORS</b> | : | Mr. Parasmal B. Kanugo<br>Mr. Sumermal B. Kanugo<br>Mr. Balbir Singh Nagra                       |
| <b>AUDITORS</b>           | : | Jayesh K. Shah & Associates<br>Chartered Accountants,<br>Baroda.                                 |
| <b>BANKERS</b>            | : | Bank of Baroda<br>The South Indian Bank Ltd.<br>Dena Bank  |
| <b>REGISTERED OFFICE</b>  | : | Survey No. 65-66,<br>Village Garadiya<br>Jarod-Samalaya Road,<br>Taluka Savli,<br>Dist : Baroda. |
| <b>CORPORATE OFFICE</b>   | : | 102, Pavan Flats,<br>7, Anand Nagar Society,<br>Productivity Rd, Baroda-390 005.                 |

**NOTICE FOR EIGHTH ANNUAL GENERAL MEETING**

**NOTICE** is hereby given that the Eighth Annual General Meeting of the members of the Company will be held on Thursday, the 30th day of September, 1999 at 4:00 P.M. at the Registered Office of the company situated at Survey No. 65-66, village Garadiya, Jarod-Samalaya Road, Taluka Savli, Dist. Baroda to transact the following business :

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1998 and Profit and Loss Account for the year ended on that date, together with Director's Report and Auditor's Report thereon.
2. To appoint a Director in place of Mr. Sumer B. Kanugo, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors & to fix their remuneration.

Regd. Office :  
Village Garadiya,  
Jarod-Samalaya Road,  
Tal. Savli, Dist. Baroda.  
Dated: 5th Sept, 1998

For and on behalf of the Board ,

Sd/-  
**PARASMAL KANUGO**  
**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 THAT A PROXY NEED NOT BE A MEMBER.
2. The Register of Members and Share Transfer Books of the Company will remain Closed from Tuesday, the 28th day of September, 1999 to Thursday, the 30th day of September, 1999 ( both days inclusive ).
3. Share holders are requested to bring their copies of Annual Report to the Meeting.
4. Share holders are requested to notify the change in their address to the company immediately

**Baroda Extrusion Limited****DIRECTORS REPORT**

To,  
The Share Holders,  
**Baroda Extrusion Limited,**  
Baroda.

Your Directors have pleasure in presenting herewith their Eighth Annual Report together with Audited Statement of Accounts for the year ended 31st March, 1999.

**FINANCIAL RESULTS:** ( Rupees in Lacs )

| <b>Particulars</b>                    | <b>1998-99</b> | <b>1997-98</b> |
|---------------------------------------|----------------|----------------|
| Sales & Other Income                  | 279.58         | 694.34         |
| Profit/(Loss) before Interest         | (117.02)       | (65.13)        |
| Depreciation and Income tax provision |                |                |
| Less :                                |                |                |
| 1) Interest                           | 67.16          | 62.42          |
| 2) Depreciation                       | 20.33          | 20.36          |
| 3) Income Tax Provision               | -              | -              |
| Profit/(Loss) for the year            | (204.51)       | (147.91)       |
| Prior year adjustments                | 42.92          | (1.60)         |
| Balance b/f from previous year        | (711.97)       | (562.46)       |
| Balance carried over to Balance Sheet | (873.56)       | (711.97)       |

**YEAR IN RETROSPECT :**

During the year under review, the Indian economy in general and Copper & Brass Industry in Particular faced recession. The sales and other income of the Company for the year 1998-99 is **Rs. 279.58 lacs** as compared to **Rs. 694.34 lacs** in the previous year. Total accumulated losses of the Company are **Rs. 873.56 lacs**.

The continuing sluggishness in copper market, intense competition from imports led to sharp drop in the net sales realisation. This coupled with higher burden of depreciation and interest has also affected the bottom line of the company.

In view of the loss, the directors do not recommend a dividend. With a view to overcome the adverse situation, the company has undertaken cost control and revenue maximisation measures. This drive as resulted in increased operational efficiencies, improvement in techno-economic parameters and lower administrative expenses.

## Baroda Extrusion Limited

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The financial and business restructuring of the company is still under consideration with BIFR for company's rehabilitation plan for ensuring both long term & short term viability of the company.

### FIXED DEPOSITS

The Company has not accepted public deposits during the year in terms of Section 58-A of the Companies Act, 1956 read with the Companies ( Acceptance of Deposits ) Rules 1975 as amended are applicable.

### DIRECTORS

In accordance with the provisions of the Company's Articles of Association Mr. Sumer B. Kanugo retire by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment.

### PARTICULARS AS REGARDS CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

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 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.

### Y2K PREPAREDNESS

The company is fully aware about the Y2K problem and has already started taking timely measures to make the software and hardware fully Y2K compliant. The Y2K compliance would be completed by the end of November, 1999. The estimated cost of such compliance is negligible.

### PARTICULARS OF EMPLOYEES

None of the employees is in receipt of remuneration of Rs. 3,00,000/- P.A. or Rs. 25,000/- per month during the year under review as contemplated under Section 217(2A) of the Companies Act, 1956.

## **Baroda Extrusion Limited**

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### **AUDITORS**

The members are requested to appoint Auditors. The Company has received consent under Section 224(1) of the Companies Act, 1956 regarding the eligibility for the appointment from M/s. Jayesh K. Shah & Associates, Chartered Accountants Baroda, the present Auditors of the Company.

### **APPRECIATION**

The Directors wish to place on record their appreciation of the devoted services of the employees at all levels and the co-operation and support extended by the Shareholders, Bankers & Business Associates.

**For and on behalf of the Board**

**Place : Baroda**  
**Date : 30- 08 - 1999**

Sd/-  
**PARASMAL B. KANUGO**  
**MANAGING DIRECTOR**



**ANNEXURE TO DIRECTOR'S REPORT**

**INFORMATION AS PER SECTION 217 (1)(e) READ WITH COMPANIES ( DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS ) RULES, 1988 AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED 31st MARCH,1999.**

**1. CONSERVATION OF ENERGY**

Energy conservation continues to be a major area of emphasis and is closely monitored. Efforts were directed to minimise the use of costly fuels and electricity. System are in force to closely monitor energy usage.

**2. RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION**

Research & Development ( R & D )

Research and Development is carried out in-house for designing and development work of various tools & equipments, which has resulted into optimum usage of raw-materials, standardisation of products manufactured, penetration in overseas market, which will go in long way for controlling economics of cost.

Technology Absorption, Adaption and Innovation :

The Company has taken various steps during the year under review to update the technology used at its plant. Continuous efforts are being made to absorb the advance technology with suitable modifications to improve the productivity and quality of our products. The Company has not made use of any imported technology for its products.

The products manufactured by the Company confirms to the quality controls and assurance standards provided to them by IS, BS and ASTM standards.

**3) FOREIGN EXCHANGE EARNINGS & OUTGO**

|                              |   |         |                |
|------------------------------|---|---------|----------------|
| Earnings in foreign currency | : | Rs. Nil | ( P.Y. : Nil ) |
| Foreign Exchange Outgo       | : | Rs. Nil | ( P.Y. : Nil ) |