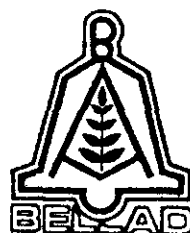


BELL AGROMACHINA
LIMITED



11TH

ANNUAL REPORT

1999-2000

Shri S.B. SULDHALKAR

Shri M.C. DHARMDAS

Solicitor

Shri I.S. UPPIN

Auditor

M/s. ADINAVAR & CO.

Chartered Accountants

Bankers

STATE BANK OF INDIA

Commercial Branch

Station Road, HUBLI.

Registered Office

JODALLI-580114.

VIA DHARWAD

TQ: KUNGLGHATAGI

INDEX

Sl.No.	Particulars	Page No.
1.	Notice	2
2.	Directors Report	3
3.	Auditors Report	7
4.	Balance Sheet	10
5.	Profit & Loss A/c.	12
6.	Schedules	13
7.	Notes to Accounts	20
8.	Proxy form/Attendance slip	21

Notice :

Notice is hereby given that the Eleventh Annual General Meeting of BELL AGROMACHINA LIMITED will be held at the registered office on 30-9-2000 at 3-00 p.m. Wednesday to transact the following business.

Ordinary Business :

1. To receive consider and adopt the Balance Sheet as at 31st March 2000 and the Profit and Loss Account for the year ended on that date and the Reports of the board of Director and Auditors there on.
2. To appoint a Director in place of **Mr. V G Hiremath** who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of **Mrs.Meena Umachagi** who retires by rotation and being eligible, offers herself re-appointment.
4. To appoint Auditors and to fix their remuneration. The retiring Auditors M/s H N Adinavar & Co., are eligible for re-appointment.
5. To consider any other matter with the permission of the Chairman.

By order of the Board
Sd/-
(S.G.BELLAD)
Executive Director

Date : 6-9-2000

Regd. Office : Jodalli-580 114.
Kalaghatagi Taluk

NOTES :

1. A Member entitled to attend and vote is entitled to appoint Proxy, to attend and vote instead of himself and proxy need not be a member.
2. The Register of Member and Share Transfer books of company will remain closed from 15-08-2000 to 30-09-2000 (both days inclusive).
3. The shareholders are requested to intimate the change of address if any to the Registered Office.

Directors Report :

Dear Share Holders

Your Director have pleasure in preasenting their 11th Annual General Report together with the Audited Statement of Accounts for the period ended 31st March 2000.

Financial Results :

	1999-2000	1998-99
Profit before Depreciation and taxes	(-) 114.80	(-) 11.07
Depreciation	<u>07.51</u>	<u>07.07</u>
	(-) 122.31	18.14
Brought Forward (Profit+/-Loss)	<u>1.10</u>	<u>19.24</u>
Profit before tax	121.21	1.10
Provision for tax	Nil	Nil
Profit carried to Balance Sheet	121.21	1.10

Dividend :

During the twelve months period under review, the company did not able to do much turnover. Your director regret that they are not in a position to recommend any dividend for the year under review as there is a huge loss.

The company did not make the profits because market for Agricultural Machinery is worst affected for high cost impliments. The supply of spares of Rotary Harrows and diggi, which are not available to develop indogeneously, had some problems. The business for the year was not encouraging and the Directors have got hope that the production will improve in the coming year. Company has already got M.O.U. with Tractor & Farm Equipments (TAFE) Vhennai a OEM tractor mfgs as suppliers, similarly from New Holland Ford Tractors (P) Ltd, New Delhi and Mahindra & Mahindra Ltd, Mumbai.

Working Capatial :

The Company has got the working capital loan from the State Bank of India, Hubli, and requested for additional facilities, but SBI is hegitatant to give additional leave and they stopped further operations. So looking to all these, the market trend to your company is not encouraging till date. But expect good orders for all its products for the next financial year. The company will have substantial growth in the next few months.

Lastly, the Govt. has recognised the Agriculture as a thrust area for investment by NABARD and RBI. Hence, there is no dearth for finance to this sector. The Govt. of India has set up a seperate committee to look into growth of Agriculture.

Performace with Project :

The Company was not able to keep up the manufacturing projections even with handful of orders on hand due to shifting of industry and due to unfavourable market conditions.

Export Market :

The Company is working rigorously to get export orders. We are also working export orders through Mahindra & Mahindra Ltd., Mumbai for Agrovators and other implements.

Technical Collaboration :

The company has a technical collaboration with M/s. FALC s.r.l. of Italy. The collaborators are very co-operative in our importing of necessary technical assistance to go-ahead with the project.

Future Prospects :

Your company has established its name in the tractor industry. There is no difficulty in selling these implements through dealership networks, who are already a tractor dealer. We never expected the domestic market is so big. The company is also expecting good export market. We have already developed the prototype Agrovator with indigenous spares and got test report from Ministry of Agriculture Testing Unit at Garladinne (A.P). We also developed 2/3 F Reversible Plough Hydraulically operated first time in the country and has a good prospect.

In the meanwhile the Mahindra & Mahindra Ltd., are also processing for export orders, through their branches and agents throughout the world. We are seriously working out for Export market directly through correspondence to African countries, Mauritius, Australia, Europe, Latin America and even to Russian sub continents. We have applied for permission from Government of India for Export purpose.

Fixed Deposits :

During the period the company had received small amount of fixed deposit as per companies Act 1956.

Conservation of Energy, Technology Absorption :

The prescribed information in respect of Foreign exchange earned and amount to go on conservation of energy and technology absorption as per Sec. 217 (1) (e) of the companies Act 1956, read with companies (disclosure of particulars in the Reports of Board of Directors) Rules, 1988 is as follows. The Company continues its efforts to improve methods of energy conservation and utilisation. As regards technology it presently manufactures with collaborators technical knowhow and continues its development in the country, company in brief made efforts towards absorption and adoption and innovation of technology.

Insurance :

The company has made adequate arrangements for insuring its properties and assets.

Directors :

Under Articles of the Article of Association of th company Mr. V G Hiremath and Mrs. Meena Umachagi retire by rotation at the 11th Annual General Meeting and being eligible offer themselves for re-appointment.

Buyback:

There are no buy back transactions and hence no defaults are committed by the company.

Auditors :

M/s. H. N. Adinavar & Co. Chartered Accountants, Hubli retires at the ensuring Annual General Meeting as per Companies Act 1956 and are eligible for re-appointment.

Particulars of Employees :

Particulars of employees U/s. 217 (2A) read with the Companies (Particulars of Employees) Rules 1975 are not given as there are no such employees.

Industrial Relations :

Relation between the Employees and the management continued to remain cordial during the year under review. The Directors hereby place on record their appreciation of the efficient and loyal services at all levels in developing company's growth.

Acknowledgement :

The Directors wish to place on record their sincere thanks to the bankers, employees for the confidence imposed on the company for their full co-operation and support in development of the company. Company is not able to get company secretary and it is trying to fill up the vacancy.

For and on behalf of the
Board of Directors

Sd/-
Executive Director

Place : Jodalli
Date : 25-8-2000

For and on behalf of the
Board of Directors
Sd/-
Chariman