

BETALA GLOBAL SECURITIES LIMITED

Registered Office : No. 24, Revanier Street, Chennai - 600 003.



ANNUAL REPORT 2003-2004

BETALA GLOBAL SECURITIES LIMITED

Registered Office : No. 24, Revanier Street, Chennai - 600 003.

BOARD OF DIRECTORS : Mr. R.C. BETALA - Chairman
Mr. S. SASIKUMAR
Mr. RAJIV P. UDANI

BANKERS : HDFC BANK LIMITED
Fort Branch
Mumbai

REGISTERED OFFICE : 24, Revanier Street
Chennai - 600 003.

**REGISTRARS & SHARE
TRANSFER AGENTS** : SHAREX (INDIA) PVT. LTD.
17/B Dena Bank Building
2nd Floor, Horniman Circle,
Fort, Mumbai - 400 001.

AUDITORS : C. RAMASAMY & B. SRINIVASAN
Chartered Accountants
Chennai - 600 024.

BETALA GLOBAL SECURITIES LIMITED

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the Tenth Annual General Meeting of BETALA GLOBAL SECURITIES LIMITED, will be held on Friday 2nd July 2004 at 9.30 a.m at the Registered Office of the company at No.24, Revanier Street, Chennai - 600003, to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet as at 31st March 2004, the Profit and Loss Account for the year ended on that date and the report of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr.R.C. Betala, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint auditors for the year 2004-2005 and fix their remuneration. To consider and if thought fit, to pass with or without modifications, the following resolution as Ordinary Resolution.

RESOLVED that M/s C.Ramasamy & B.Srinivasan, Chartered Accountants, be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting for the financial year ending 31.03.2005 at a remuneration to be fixed by the board in consultation with the proposed Auditors.

By order of the Board
for Betala Global Securities Limited

R.C.BETALA
CHAIRMAN

Place : Chennai
Date : 07.05.2004

NOTES

- A
- 1) A member entitled to attend and vote at the meeting is entitled to appoint and vote instead of himself and the proxy need not be a member of the Company.
 - 2) Proxies in order to be effective, must be received by the company not less than 48 hours before the meeting.
 - 3) The Register of Members and the Share Transfer Books of the Company will be closed from 24.06.2004 to 02.07.2004 both days inclusive.
- B
- 1) Members / Proxies should bring the attendance slip duly filled in for attending the meeting.
 - 2) Members are requested to bring their copy of Annual Report for the meeting.
 - 3) Members are requested to quote their folio number in all their correspondence.

By order of the Board
for Betala Global Securities Limited

Place : Chennai
Date : 07.05.2004

R.C.BETALA
CHAIRMAN

BETALA GLOBAL SECURITIES LIMITED**DIRECTORS REPORT TO SHAREHOLDERS**

Your Directors have pleasure in presenting the Tenth Annual Report together with audited accounts for the year ended 31st March 2004.

WORKING RESULTS

The working results of your company for the year under report are as under :

	31.03.2004 (in Rs.)	31.03.2003 (in Rs.)
Gross Income	9,69,592 =====	4,27,157 =====
Loss before depreciation and tax	2,34,61,786	1,52,474
Add : Depreciation	1,34,909	98,547
Loss for the year before tax	2,35,96,695	2,51,021
Add : Provision for taxation	—	1,01,000
	2,35,96,695	3,52,021
Less: Deferred tax credit	6,386	8,848
Less: Earlier year Provision Written Back	2,412	—
Loss after tax carried to Balance Sheet	2,35,87,897 =====	3,43,173 =====

PERFORMANCE

The company recorded a gross income of Rs. 969592/- as against Rs.427157/- in the last year and post tax loss of Rs.23587897/- as against loss of Rs.343173/- in the last year.

DIVIDEND

In view of the loss in operations, your directors regret their inability to recommend any dividend.

DIRECTORS RESPONSIBILITY STATEMENT

Directors responsibility statement as per section 217(2AA) of the Companies Act ,1956:

The Directors Confirm :

a) that in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same ;

BETALA GLOBAL SECURITIES LIMITED

b) that they have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit & loss of the Company for that period ;

c) that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ;

d) that they have prepared the annual accounts on a going concern basis.

PARTICULARS OF ENERGY CONSERVATION, ETC.

No manufacturing activity is involved and hence particulars relating to conservation of energy and technical know how are not applicable.

PARTICULARS OF EMPLOYEES

There are no employees falling within the purview of Section 217 (2A) of the Companies Act, 1956. As such no separate annexure is given.

DIRECTORS

Mr. R.C. Betala retire at this meeting and being eligible offers himself for reappointment.

REPLIES TO QUALIFICATIONS IN THE REPORT OF AUDITORS.

With regard to point no.7 of Auditor's Report, we wish to Inform you that your company is taking all necessary steps to recover the loan given. Your directors are hopeful that these amounts will be realised during the current financial year and hence your directors are of the opinion that provision for considering the same as doubtful is not required.

AUDITORS

M/s.C.Ramasamy & B.Srinivasan, Chartered Accountants, auditors of the company retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

ACKNOWLEDGEMENT

Your Directors would like to place on record their appreciation of the whole hearted support extended by the employees, bankers to the company as also the shareholders of the company.

On behalf of the Board of Directors

R.C.BETALA
Chairman

Place: Chennai
Date : 07.05.2004

BETALA GLOBAL SECURITIES LIMITED

**REPORT OF AUDITORS TO THE SHAREHOLDERS OF
BETALA GLOBAL SECURITIES LIMITED**

1. We have audited the attached Balance Sheet of Betala Global Securities Limited, as at 31st March, 2004, and also the Profit and Loss Account and the cash flow statement for the year ended on that date annexed thereto. These Financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. As required by the Companies, (Auditor's Report) Order 2003 issued by the Central Government of India in terms of Section 227(4-A) of the Companies Act, 1956, we enclose in the annexure, a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that :

- i. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii. In our opinion proper books of accounts as required by law have been kept by the company so far as appears from our examination of such books and proper returns adequate for the purposes of our audit.
- iii. The Balance Sheet, Profit and Loss Account and the Cash flow statement dealt with by this report are in agreement with the books of accounts.
- iv. In our opinion, the Balance Sheet, the Profit & Loss Account and Cash flow statement dealt with by this report comply with the accounting standards specified by the Institute of Chartered Accountants of India, referred to Sub-section (3C) of Section 211 of the Companies Act, 1956.
- v. On the basis of written representations received from the directors, as on 31st March, 2004, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2004 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.