

BETEX INDIA LIMITED

504, TRIVIDH CHAMBERS, 5TH FLOOR, OPP. FIRE STATION,
RING ROAD, SURAT-395 002, INDIA.

PHONES : (91-261) 626429, 625434, 628902, FAX : (91-261) 624972

Date : 20.10.2000.

To

The Stock Exchange
Phiroze Jeejeebhoy Towers
Dalal street,
MUMBAI 400 001.

Dear Sir,

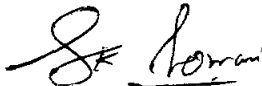
Sub: Submission of Annual Report for the year ended
31.03.2000 alongwith Distribution schedule of share
holders as on date of AGM
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We enclose herewith 6 copies of Annual Report of our company for
the year ended 31.03.2000.

We also enclose herewith Distribution Schedule of share holders
as on the date of Annual General Meeting on 26th September, 2000.

Thanking you.

Yours faithfully,
For BETEX INDIA LIMITED



DIRECTOR

Encl: as above.

BETEX INDIA LIMITED

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DISTRIBUTION SCHEDULE AS ON THE DATE OF ANNUAL GENERAL MEETING ON 26TH SEPTEMBER, 2000.

No. of Shares	No. of Shareholders	% of Total
1 To 100	213	25.20
101 To 500	166	19.65
501 To 1000	397	46.98
1001 To 5000	37	4.38
5001 and Above	32	3.79
TOTAL	845	100.00

For BETEX INDIA LIMITED


DIRECTOR

C. P. JARIA & CO.

CHARTERED ACCOUNTANTS

M-28, Super Tex-Tower,
Opp. Kinnary Cinema,
Ring Road, SURAT-395 002.
☎ 622387-643289

Ref. :- CPJ/

AUDITORIAL REPORT

Date :

To The Shareholders of
M/s. BETEX INDIA LIMITED

We have audited the attached Balance Sheet of M/s. BETEX INDIA LIMITED, SURAT As AT 31st March 2000 and the Profit and Loss Account of the Company for the year ended on that date annexed hereto, and we report that :-

1. As required by the Manufacturing and other Companies (Auditors Report) order 1988 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraph 4 & 5 of the said order.

2. Further to our Comments in the Annexure referred to in paragraph 1 above :-

(a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examinations of such books,

(c) The Balance Sheet and the Profit and Loss Account referred to in this report are in agreement with the books of accounts as submitted to us,

(d) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with accounting policies and notes as appearing in the Schedule of Accounting Policies and Notes to the Accounts, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view subject to above :-

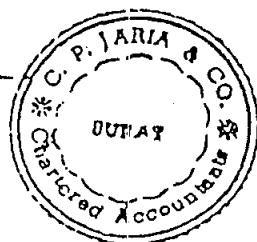
(i) In the case of the Balance Sheet of the state of affairs of the Company as 31st March, 2000.

AND

(ii) In the case of Profit and Loss Account of the Profit of the Company for the ended on that date.

For C.P. JARIA & CO.
CHARTERED ACCOUNTANTS,

(C.P. JARIA)
PROPRIETOR



CERTIFIED TRUE COPY
for BETEX INDIA LTD.

St. Loman
Director/Authorised

SURAT. the 24th May, 2000.

C. P. JARIA & CO.

CHARTERED ACCOUNTANTS

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Opp. Kinnary Cinema,
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☎ 622387-643289

Ref. :- CPJ/

Date :

ANNEXURE TO THE AUDITORS' REPORT

Annexure to the Auditors' Report referred to in paragraph 1 of our report of even date on accounts for the year ended 31st March, 2000 of BETEX INDIA LIMITED, SURAT.

- (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. These assets have been physically verified by the management during the year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. To the best of our information, no serious discrepancies have been noticed on verification.
- (ii) None of the fixed assets have been revalued during the year.
- (iii) As explained to us and according to the information given to us, physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores, spare parts and raw materials.
- (iv) In our opinion and as per information and explanations given to us, procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business. However, it requires more strengthening.
- (v) The Descripencies noticed on physical verification of stocks as compared to the book records were not material and have been properly dealt with in the books of accounts.
- (vi) On the basis of our examination of recprds and as per the information and explanations given to us, we are satisfied that the valuation of stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the preceding year.
- (vii) The Company has not taken any Unsecured Loans, from companies, Firms or other Parties listed in the register maintained under Section 301 of the Companies Act, 1956 and/or from Companies under the same management as defined under sub Section (1B) of Section 370 of the Companies Act, 1956.

contd...2

C. P. JARIA & CO.

CHARTERED ACCOUNTANTS

M-28, Super Tex-Tower,
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Ring Road, SURAT-395 002.

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Ref. :- CPJ/

Date :

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- (viii) As per the information and explanations given to us the Company has granted unsecured loans to Companies, Firm or Other Parties listed in the register maintained under Section 301 of the Companies Act, 1956 or from Companies under the same management within the meaning of Section 370(1B) of the Companies Act, 1956, and the rate of interest and other terms & conditions of such loans are prima facie not prejudicial to the interest of the Company.
- (ix) In respect of loans and advances in nature of loan given to employees and others, recovery of principal amount and interest, wherever applicable have been as per stipulations, if any.
- (x) In our opinion, and according to the information and explanations given to us, there are adequate internal control procedure commensurate with the size of the Company and the nature of its business for the purchase of stores, raw materials, including components, plant & machinery, equipments and other assets, and for the sale of goods. However, it requires further strengthening.
- (xi) In our opinion and according to the information and explanations given to us, the transactions of purchase of goods and materials and sale of goods and material in pursuance of contracts or arrangement entered in the register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year to Rs.50,000/- or more in respect of each party, have been made at prices which are reasonable having regard to prevailing market price for such goods and materials, or the price at which transactions for similar goods and materials have been made with other parties.
- (xii) As explained to us, the Company has a regular procedure for the determination of unserviceable or damaged stores, raw materials and finished goods. Adequate provision has been made in the accounts for the loss arising on the items so determined.
- (xiii) The Company has not accepted any deposits in contravention of Section 58A of the Companies Act, 1956.
- (xiv) The Company has an internal audit system, however, it needs strengthening to make it commensurate with the size and nature of its business.
- (xv) In our opinion and as per information and explanations given to us, reasonable records have been maintained by the Company for the sale and disposal of production scrap. The Company has no by-product.