

Serveall Investments Ltd.

Dr. Amichand Shah's Wadi,
Rampura Tunki, SURAT - 395 003.
Tel. : (0261) 419019, 430054 Fax : 418980

June 20, 2000

The Stock Exchange Mumbai
Phiroz Jeejeebhoy Towers
Dalal Street,
Mumbai.

Kind attantion Ms.Hema Srinivasan.

Sub. : Annual Report for the year 1998-99.

Dear Sir / Madam

We are pleased to enclosed herewith a photo copy of Annual Report including Directors report, Audited Balance Sheet, Profit & Loss Account, Schedules & Notes forming part of account, & Cash Flow Statement and statement pursuant to section 212 of Companies Act., for the year 1998-99.

Please take the above on your records and acknowledge the same

Yours Faithfully,
For Serveall Investments Ltd.


Authorised Signatory

Encl : As above

SERVEALL INVESTMENTS LIMITED
Regd Off : Dr. Amichand Shah's Wadi, Rampura Tunkl, Surat 395 003

DIRECTORS' REPORT

To
The Members of;
Serveall Investments Limited

The Directors of your Company have pleasure in presenting the Fourteenth Annual Report of the Company together with the audited accounts for the financial year ended on March 31, 1999.

FINANCIAL RESULTS

	1998-99 (Rs.)	1997-98 (Rs.)
Profit before Tax	(29,729)	7,34,889
Less:		
Provision for taxation	0	0
Net Profit	(29,729)	7,34,889
Add/(Less) prior year's adjustments		
Add/(Less) Short provision for tax	(2,453)	(77,684)
Add/(Less) Balance Brought forward	3,35,427	(46,778)
Profit available for appropriation	3,03,245	6,10,427
Appropriations		
Proposed Dividend	0	1,00,000
Tax on proposed dividend	0	10,000
Tax on dividend for 1996-97	0	1,65,000
Transfer to General Reserve		0
Balance carried to Balance Sheet	3,03,245	3,35,427
Total	3,03,245	6,10,427

DIVIDEND

The Directors regret their inability to declare any dividend for the year under review.

DEPOSITS

The Company has not accepted or renewed any deposits from the public during the year under review.

DETAILS UNDER SECTION 217(2A) AND 217 (1) (e) OF THE COMPANIES ACT, 1956

There are no employees drawing a salary of more than Rs. 50,000 per month, if employed for part of the year or more than Rs. 6,00,000 per annum if employed for the entire year, hence the details as required by Section 217(2A) of the Companies Act, 1956 are not furnished.

The Company has not carried on any manufacturing activity during the year, hence it has not dealt with foreign exchange for the year under review and hence the particulars under Section 217(2) (b) read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988 are not furnished.

Y2K Compliance :

The Company's Hardware / Software systems are all Y2K compliant. Therefore, the risk and cost to the Company due to the year 2000 bug is considered negligible.

DIRECTORS

Shri Sanjay Shah retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

AUDITORS

The term of A.H Panchigar & Co., Chartered Accountants as Statutory Auditors of the Company expires at the forthcoming Annual General Meeting and they have expressed thier unwillingness to continue in office. M. M. Cutpicewala & Co., Chartered Accountants had been approached and they have agreed to audit the accounts for the year 1999-2000 onwards. A certificate stating that the appointment as Statutory Auditors will be within the limits prescribed under Section 224(1B) has been received from M. M. Cutpiecewala & Co. Chartered Accountants.

COMMENTS ON THE AUDITOR'S REPORT

The observations made in the Auditor's Report are self explanatory and do not call for any further comments.

Place : Surat
Date: August 25, 1999

For and on behalf of the Board

 *Sanjay S. Shah*
CHAIRMAN