

CONTINENTAL PETROLEUMS LIMITED

Report  Junction.com

20th

ANNUAL REPORT

2005-2006

CONTINENTAL PETROLEUMS LIMITED

20th Annual Report

BOARD OF DIRECTORS

Managing Director	: Shri M.L. Khandelwal
Director	: Shri Ram Nath Karol Smt. Bhagwati Khandelwal
Company Secretary & Dy. General Manager	: Shri J.C. Kedawat
Auditors	: M/s R.P. Khandelwal & Associates Chartered Accountants
Registered Office	: A-2, Opposite Udyog Bhawan Tilak Marg, C-Scheme, JAIPUR - 302 005 Phone : 0141-2222232 Fax : 0141-2221961 E-mail : conpetco@sancharnet.in
Factory Premises	: Plot No. A-166 & F-162-165, RIICO Indl. Area Behror - 302701, Rajasthan (India)
Registrar & Share Transfer Agent	: M/s Beetal Financial & Computer Services (P) Ltd. Beetal House 3rd Floor 99, Madangir, Behind Local Shopping Complex, Nr. Dada Harsukhdas Mandir New Delhi-110062 Ph.: 011-29961281 Fax : 011-29961284
Email	: beetal@rediffmail.com

CONTENTS

Sl. No. Topics	Page No.
1. Notice	1
2. Director's Report	2
3. Auditor's Report	4
4. Balance Sheet	7
5. Profit & Loss Account	8
6. General Business Profile	9
7. Schedules	10
8. Class of Goods Manufactured	15
9. Cash Flow Statement	18
10. Auditor's Certificate	19

CONTINENTAL PETROLEUMS LIMITED ————— **20th Annual Report****NOTICE OF THE 20TH ANNUAL GENERAL MEETING :**

Notice is hereby given that 20th Annual General Meeting of Continental Petroleums Ltd. will be held on Friday the 29th September, 2006 at 1.00 P.M. at Registered Office of the, Company, at A-2, Opposite Udyog Bhawan, Tilak Marg, C-Scheme, Jaipur to transact the following business :-

ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit & Loss Account for the year ended 31st March 2006 and the Balance Sheet as at that date together with the Report of Directors and Auditors thereon.
2. To appoint Director in place of Shri Ram Nath Karol, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration.

NOTES :

1. A member entitled to attend and vote at the meeting is also entiteled to appoint a proxy to attend and vote at the meeting and proxy need not be a member.
2. Proxy form be deposited at the Registered office of the company not later than 48 hours before the time fixed for the meeting.
3. Members are requested to intimate the Company about any changes in their mailing address to Registrar and Transfer agent M/s Beetal Finance & Computer Services (P) Ltd. Beetal House 3rd Floor 99, Madangir, Bghind Local Shopping Complex, Nr. Dada Harsukhdas Mandir, New Delhi-110 062
4. The register of members and share transfer books of the company shall remain closed from 23rd September 2006 to 29th September 2006 (both days) inclusive.

Regd. Office :

By Order of Board of Directors

A-2, Opp. Udyog Bhawan
Tilak Marg, C-Scheme
JAIPUR-302 005

J.C. KEDAWAT
SECRETARY & DY. GENERAL MANAGER
(CORPORATE OFFICE)

Dated : 30.06.2006

CONTINENTAL PETROLEUMS LIMITED**20th Annual Report****DIRECTORS' REPORT**

Your Directors are pleased to present 20th Annual Report together with Audited Statement of Accounts for the year ended 31st March'2006.

FINANCIAL RESULTS

The Financial Results for the year under review are as follows :-

	(Rs. in lacs)	
	2005-2006	2004-2005
Sales	264.86	217.52
Other Income	32.83	44.28
Gross Profit Before Interest, Depreciation & Adjustments	30.17	30.03
Interest	0.26	0.06
Depreciation	20.37	20.78
Prior Period Income	-	1.80
Net Profit/ (Loss) before tax	9.54	10.99
Net Profit/ (Loss) after tax	7.19	6.76
Less : Balance of Loss Brought- forward from last year	(163.94)	(170.70)
	(156.75)	(163.94)

Balance carried forward to Balance Sheet

DIVIDEND

Your Directors have decided not to pay dividend for the year 2005-2006 due to heavy losses incurred in last years.

OPERATIONS

During the year under review the Sales turnover of the Company was Rs.264.86 lacs as compared to Rs.217.52 lacs in the previous year 2004-2005. The Net Profit after making provision for taxes was Rs.7.19 lacs as compared to net profit of Rs. 6.76 lacs in the year 2004-2005.

PROSPECTS

In the current year the company has restarted the production of Re-refined oil. The Technology adopted by your company is most modern and economic. As a result the sales turnover and profit of the Company may increase.

DIRECTORS

Shri Ram Nath Karol retires by rotation and being eligible offers himself for re-appointment at forthcoming Annual General Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT

Your Directors confirm :

1. That in the preparation of Annual Accounts applicable accounting standards have been followed.
2. That the Directors have selected such accounting policies and applied them consistently & made judgements and estimates that are reasonable and prudent, so as to give a true and fair view of the State of affairs of the Company at the end of the financial year 31st March'2006.
3. That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act'1956 for safeguarding the assets of the Company and for preventing and detecting fraud & other irregularities.
4. That the Directors have prepared the Annual Accounts on a going concern basis.

CONSERVATION

The Company takes appropriate measures from time to time for conservation of energy in the operation of the plant.

CONTINENTAL PETROLEUMS LIMITED **20th Annual Report****POWER & FUEL CONSUMPTION**

- i) Electricity own generation
by D.G. Set
Unit
Unit per Ltr. of Diesel
Oil
Cost/Unit
- ii) Fuel Oil(Diesel/LDO)
Quantity
Total Amount
Average Rate/Unit
- iii) Consumption per Unit of
production (Lubricating
Oils)
Fuel Oil

Unit	2005-2006	2004-2005
KWH	86624	81958
Rs.	0.193 5.98	0.247 6.96
Ltr	15683	20,300
Rs.	479900	5,70,432
Rs.	29.50	28.10
Ltr.	0.235	0.248

TECHNOLOGY ABSORPTION

The R & D Department of the Company is dedicated to develop enviro-friendly processes and introducing new formulations for lubricants from time to time.

FOREIGN EXCHANGE

During the year under review the income in foreign exchange as well as the expenditure was Rs.Nil

AUDITORS

M/S R.P. Khandelwal & Associates, Jaipur, Auditors of the Company retires at the ensuing Annual General Meeting, being eligible, offer themselves for re-appointment. The Directors have recommended their re-appointment.

EMPLOYEES

Information under Section 217(2A) of Companies Act, 1956 read with Companies (particulars of employees) Rule, 1975 as amended :—

None of the employees was in receipt of remuneration beyond the limits prescribed as per afore-said rules.

ACKNOWLEDGMENT

Your Directors take this opportunity to place on record their grateful thanks for the support and assistance received by the Company from Central and State Government Authorities and Banks. The Directors also place on record their appreciation to all employees of the Company for their good work.

Place : Jaipur
Dated : 30.06.2006

For and on behalf of the Board of
Directors

(Mrs. BHAGWATI KHANDELWAL)
Director

(M.L. KHANDELWAL)
Managing Director

CONTINENTAL PETROLEUMS LIMITED**20th Annual Report****Auditor's Report****To The Share Holders :**

We have audited the attached Balance-Sheet of M/s. Continental Petroleum Limited, Jaipur as at 31st March, 2006 and the Profit & Loss Account for the year ended on that date annexed and report that : -

"We conducted our Audit in accordance with Auditing Standards generally accepted in India. Those standard required 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 test basis, evidence supporting the amount and disclosures in the financial statement. 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."

1. As required by the companies (Auditor's Report) order 2003 dated 12th June 2003 issued by the Central Government in terms of sub-section (4A) of section 227 of the Companies Act, 1956. We enclosed in the annexure a statement on the matter specified in paragraph 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to in a 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. Proper books of account as required by law have been kept by the company so far as it appears from our examination of the books.
 - c. The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account.
 - d. During the course of audit we have not observed any adverse effect on the working of the company.
 - e. None of the Director of the Company are disqualified from the appointment as Director under clause (g) of sub-section 1 of section 274(1) of the Companies Act., 1956.
 - f. In our opinion and to the best of our information and according to the explanation given to us the said account read with the notes thereon given the information required by the Companies Act., 1956 in the manner, so required and give a true and fair view :
 - (i) In the case of the Profit & Loss Account of the Profit for the year ended on that date.
 - (ii) In the case of the Balance Sheet of the state of affairs of the company as at 31st March, 2006.

For R.P. Khandelwal & Associates
Chartered Accountants

Place : Jaipur
Date : 30.06.2006

R. P. Khandelwal
Partner