

Annual Report

2007 - 2008



Deltron Limited

Deltron Limited



BOARD OF DIRECTORS

Dr. Gurpreet Singh
Chairman

Lt. Gen. I.D. Verma (Retd.)
Director

Ashoke Bir
Director

Inderdeep Singh
Director

Kumar Srinivasan
Wholetime Director

BANKERS

Punjab National Bank
ICICI Bank Limited

AUDITORS

M/s Raghu Nath Rai & Co.
9B Mathura Road, Jangpura
New Delhi - 110 014.

REGISTERED OFFICE

C-120, Naraina Industrial Area
New Delhi - 110 028.
Phones : (011) 25796150-53

Deltron Limited

NOTICE

NOTICE is hereby given that the Twenty Sixth Annual General Meeting of the shareholders of the Company will be held at The Little Theatre Group, Copernicus Marg, New Delhi-110 001 on Thursday, the 4th September, 2008 at 11.30 a.m. to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2008 and the Profit & Loss Account for the year ended on that date and the Report of Directors and Auditors thereon.
2. To consider, and if thought fit, to declare a dividend.
3. To appoint a director in place of Mr. Inderdeep Singh, who retires by rotation and being eligible offers himself for reappointment.
4. To appoint auditors and to fix their remuneration.

By order of the Board of Directors

New Delhi
29th July, 2008

Kumar Srinivasan
Wholetime Director

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER. PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING. A BLANK PROXY FORM IS ENCLOSED.**
2. The Register of Members shall remain closed from 1st September, 2008 to 4th September, 2008 (both days inclusive).
3. Members are requested to intimate change, if any, in their registered address immediately so as to reach the Company as early as possible.
4. Members/Proxies should bring their attendance slips sent herewith, duly filled in, for attending the meeting.
5. Members are requested to send their queries, if any, in writing, so as to reach the Company's registered office at least 10 days before the date of the meeting so that information can be made available at the meeting.
6. As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual report to the meeting.
7. Pursuant to Section 205A(5) of the Companies Act, 1956, all unclaimed/unpaid dividend as at 31st March, 2008 remaining unpaid or unclaimed for a period of 7 years from the date they became due for payment, have been transferred to the Investor Education & Protection Fund (IEPF) established by the Central Government. Members are requested to contact the Company's registered office in respect of unclaimed/ unpaid dividends declared for the year ended 31st March, 2001 onwards.

By order of the Board of Directors

New Delhi
29th July, 2008

Kumar Srinivasan
Wholetime Director

Deltron Limited

DIRECTORS' REPORT

The Directors have the pleasure of presenting the Twenty Sixth Annual Report of your Company for the financial year ended 31st March, 2008.

Financial Results

The performance of the Company during the year under review has shown improvement over the previous year. The total income during the year under review was Rs 52.26 lacs. The Pre-Tax profit was Rs 21.86 lacs as against a profit of Rs 14.62 lacs in the previous year after providing for depreciation of Rs.0.10 lacs. A provision of Rs 2.50 lacs has been made for taxation in the current year and Rs.2.77 lacs paid for earlier years.

After adjusting for deferred tax, the net profit was Rs 16.58 lacs. No amount has been transferred to the General Reserve. However Rs. 0.39 lacs has been added to opening General Reserve Balance for write back of excess Gratuity Liability on account of adoption of AS-15 (revised 2005). The book value per share as on 31st March, 2008 was Rs.23.57.

Dividend

The Directors recommend for consideration of the shareholders at the ensuing Annual General Meeting payment of Dividend @ 5% for the year ended on 31st March, 2008.

Future Outlook

Following the progressive opening up of the economy and ushering in of free trade regime in almost all sectors, trading appears to be emerging as a potential growth segment in the future. The economic and fiscal policies of the Government largely support and encourage this sector. The Company has made a modest beginning in this segment and hopes to build upon it in the times to come.

The year ahead brings in new challenges as the country faces political instability, rising inflation rate which has touched 11.9% mark, rising prices of crude oil, food and minerals and the resultant effect on its economy. All these will pose new threats to the domestic companies besides putting greater pressure on the margins.

Public Deposits

During the year under review no fresh deposits were received / renewed. There were no overdue or unclaimed deposits as on 31st March, 2008.

Directors

Mr. Inderdeep Singh, Director of the Company retires by rotation and being eligible offers himself for re-appointment. The Board recommends his re-appointment.

Directors' Responsibility Statement

The Directors confirm that in preparation of the annual accounts for the year ended 31st March, 2008:-

- i. All applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- ii. Appropriate accounting policies have been selected and the same have been applied consistently;
- iii. Reasonable and prudent judgments and estimates were made so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss account for year ended 31st March, 2008.
- iv. Proper and sufficient care was taken 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 frauds and other irregularities.
- v. The accounts have been prepared on a going concern basis.

Deltron Limited

Conservation of Energy And Technology Absorption

I. Conservation of Energy

The Company did not carry out any manufacturing activity during the year under review. The consumption of electricity continues to be minimal.

ii. Technology Absorption

This is not applicable to the Company as it has not purchased or acquired any technology during the year under review.

Foreign Exchange Earning & Outgo

During the year under review, there was no foreign exchange outflow or earnings.

Auditors' Observations

The observations made in the Auditors' Report are self-explanatory. As such no further comments under Section 217(3) of the Companies Act, 1956 are required.

Auditors

M/s. Raghu Nath Rai & Co., Chartered Accountants, retire at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. They have furnished a certificate to the effect that the proposed re-appointment, if made, will be in accordance with the provisions of Section 224(1B) of the Companies Act, 1956.

Particulars of Employees

The Company has not paid any remuneration attracting the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975. Hence, no information is required to be appended to this Report.

Acknowledgement

The Directors place on record their appreciation to the Shareholders, Associates, Bankers, Customers, Vendors, Officers and Staff of the Company and seek their continued cooperation and support for the current year.

For and on behalf of the Board of Directors

New Delhi
29th July, 2008

Gurpreet Singh
Chairman

Deltron Limited

AUDITORS' REPORT

TO THE MEMBERS

1. We have audited the attached Balance Sheet of **M/s DELTRON LIMITED** as at 31st March, 2008 and the related 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 (Auditors' Report) Order, 2003 (CARO) (as amended up to date), issued by the Central Govt. of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.
4. Further to our comments in the annexure referred to in paragraph (3) above
 - a) 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.
 - b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of such books.
 - c) The Balance Sheet and the Profit & Loss Account dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Profit & Loss account & Balance Sheet comply with the accounting standards referred to in sub section 3(c) of Section 211 of the Companies Act, 1956.
 - e) On the basis of written representations received from the Directors, and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2008 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet read together with the notes thereon gives the information required by the Companies Act, 1956 in the manner so required and gives a true and fair view;
 - i) in so far as it relates to the Balance Sheet, of the state of affairs of the Company as at 31st March, 2008 and
 - ii) in so far as it relates to the Profit & Loss Account, of the Profit of the Company for the year ended on that date.
 - iii) in the case of cash flow statement, of the cash flows for the year ended on that date.

For RAGHU NATH RAI & CO.
Chartered Accountants

New Delhi
29th July, 2008

PREM PRAKASH
Partner
Memb. No. 7648

ANNEXURE TO THE AUDITORS' REPORT

Referred to in Paragraph 3 of our report of even date:

1. (i) The Company has maintained proper records showing full particulars including quantitative details and situation of all Fixed Assets.
- (ii) The assets have been physically verified by the Management during the year and there is a regular programme of verification which in our opinion is reasonable having regard to the size of the Company and the nature of its Assets. No material discrepancies were noticed on such verification.
- (iii) In our opinion and according to the information and explanations given to us, during the year the Company has not disposed off any substantial part of fixed assets.