

DHANVANTRI
JEEVAN REKHA LTD.

1, SAKET, MEERUT. Tel. 648151, 648152



SIXTH ANNUAL REPORT

DHANVANTRI JEEVAN REKHA LIMITED

(Regd. Office : 1, Saket, Meerut U.P.)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the sixth **ANNUAL GENERAL MEETING** of the members of **DHANVANTRI JEEVAN REKHA LIMITED** will be held at the Registered Office of the Company at 1, Saket, Meerut on Tuesday, the 21st day of September, 1999 at 11.00 A.M. to transact the following business :

ORDINARY BUSINESS :

1. to receive, consider and adopt the audited Balance Sheet as at 31st March, 1999 and the Profit and Loss account for the period ended on that date and the Reports of the Directors and Auditors thereon.
2. to appoint director in place of Dr. V.S. Phull, who retires by rotation and, being eligible, offers himself for reappointment.
3. to appoint director in place of Dr. S.D. Sharma who retires by rotation and, being eligible, offers himself for reappointment.
4. to appoint director in place of Dr. S.P. Gupta, who retires by rotation and, being eligible, offers himself for reappointment.
5. to appoint director in place of Sh. Devendra Singh, who retires by rotation and, being eligible, offers himself for reappointment.
6. to reappointment M/s Vipin Nagar & Co., Chartered Accountant, Meerut as Auditors to hold the office untill the conclusion of the next Annual General Meeting & to fix their remuneration.

For & On behalf of the Board

Sd/-

(Dr. S.P. Gupta)

Chairman

Place : Meerut

Dated : 23.8.99

Notes :

1. A Member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote instead of himself. A proxy need not be a member.
2. Members are requested to bring their Annual Report along with them as extra copies will not be supplied due to high cost of paper and printing.
3. A member desirous of obtaining any information on accounts of the Company at the Annual General Meeting is requested to forward such queries to the company at least ten days prior to the Meeting enabling the Management to keep the information ready.
4. The Company's Register of Members and Share Transfer Books will be closed from 18.09.99 to 21.09.99 (both days inclusive).

DHANVANTRI JEEVAN REKHA LIMITED

(Regd. Office : 1, Saket, Meerut U.P.)

DIRECTORS' REPORT**Dear Members,**

Your Directors hereby present their Sixth Annual Report and Audited Accounts for the Fifteen months period ended on 31st March, 1999.

FINANCIAL RESULTS

	(Rs. in Lacs)	
	Current Period (Fifteen months)	Previous Year (Fifteen months)
Income from Operations & Other income	121.49	101.89
Profits before depreciation & interest	32.02	35.31
Interest	21.74	23.71
Depreciation	40.15	39.91
Profit/(Loss) before tax	(29.87)	(28.31)
Provision for taxation	NIL	NIL
Profit/(Loss) after taxation carried over to Balance Sheet	(29.87)	(28.31)

Projections Vs Performance :

	Projected	Actual
Income	510.23	121.49
Net Profit/Loss	127.93	(29.87)

Explanation for variation :

1. Full commercial production of the Company was delayed by one year due to late installation of equipments.
2. The receipts of the company have not picked up as projected mainly on account of gradual takeoff, which is incidental to operations in service industry.

OPERATIONS

Total operational receipts during the year under review was higher by almost 19%, however, the loss has gone slightly up due to increased operational cost.

It is clear from the financial results of the company that it is earning profit before depreciation and interest and the losses suffered by it are mainly on account of high burden of depreciation and interest arising due to high capital cost of its fixed assets aggregating to Rs. 525.87 Lacs as on 31.03.99.

Your Directors wish to inform you that the company had availed Term Loan from State Bank of India for purchase of various medical equipments. The company was regularly paying to the Bank the amount offered and had proposed reschedulement of its Term Loan liability. In spite of various

proposals submitted by the company the Bank has preferred a legal suit against the company, with Debt Recovery Tribunal, Jabalpur in the month of March 1999. Your company has taken the necessary legal remedies in the said case and the matter is subjudice.

FUTURE OUTLOOK

Presently the company's operations have stabilised in the Radiology Department. Now the company proposes to convert the operations of the centre from day care centre to a centre providing indoor patient admission facilities also and to increase the number of consultants in various specialities. Your Directors are hopeful that by adding these facilities there will be increase in the operational receipts of the company.

DIVIDEND

In view of losses suffered by the company the Directors do not recommend dividend during the period ended 31st March, 1999.

AUDITORS

M/s Viipin Nagar & Co., Meerut, auditors of the company retires at the ensuing Annual General Meeting and being eligible offer themselves for reappointment. The Board recommends their reappointment subject to the provisions of section 224(1B) of the Companies Act, 1956.

DIRECTORS

Dr. S.P. Gupta, Dr. V.S. Phull, Sh. Devendra Singh and Dr. S.D. Sharma retires by rotation in the ensuing Annual General Meeting and being eligible offer themselves for reappointment. The Board has proposed resolution for their reappointment in the ensuing Annual General Meeting as Directors of the Company liable to retire by rotation.

Y2K PREPAREDNESS

The members may be aware that computerised system world over is facing the problem of year 2000 (Y2K) wherein the system may misinterpret the results by the start of year 2000. In order to avoid the said problem appropriate modifications have to be incorporated in the hardware as well as the software systems of the company.

Your Directors are glad to inform you that after taking requisite steps with the help of outside agencies and original suppliers of the equipments the company it has been informed that all the equipments installed are Y2K compliant.

INFORMATION AS PER SECTION-217 (I) (E) READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 & FORMING PART OF THE DIRECTORS' REPORT FOR THE PERIOD ENDED ON 31ST MARCH, 1999.

A. CONSERVATION OF ENERGY :

Your company is not covered by the Schedule of industries under Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 requiring furnishing of information regarding conservation of energy. However, the company does lay a great deal of emphasis on conservation of energy in all phases of operation.

B. TECHNOLOGY ABSORPTION : Not Applicable

C. FOREIGN EXCHANGE EARNINGS AND OUTGO :

- | | | | |
|----|---------------------------|---|--------------------------------|
| a) | Foreign exchange Earnings | : | NIL |
| b) | Foreign exchange Outgo | : | US\$ 1890 repairs of equipment |

AUDITORS' OBSERVATIONS

The Auditors' observations are self explanatory and/or are suitably explained in the Notes to the Accounts.

PARTICULARS OF EMPLOYEES

Information in accordance with the provisions of Section 217 (2A) of The Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended regarding employees are not furnished as there is no employee in the company who falls in that category.

ACKNOWLEDGEMENT

Your Directors wish to express their appreciation to all the employees for their contribution to the operations at all levels of the company during the year.

Your Directors also place on record their sincere gratitude to the Doctors for their co-operation and continued support extended by all its shareholders.

For & On Behalf of the Board

Sd/-

(Dr. S.P. Gupta)

Chairman

Place : Meerut

Dated : 23.8.99

