

9th Annual Report 1999 - 2000

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ESSEN SUPPLEMENTS INDIA LIMITED,
Secunderabad.



BOARD OF DIRECTORS

	:	SRI N.L. KANANI	- Managing Director
	:	SRI K.T. PAUN	- Director
	:	SMT. K.B. RATHI	
	:	SRI C.J. BATT	
	:	SRI V.N. KESHWALA	
	:	SRI T.V. KOTCHA	
	:	SRI CHIRAG N. KANANI (Alternate Director)	
	:	SRI ANIL C. THAKRAR	
	:	SMT. ASHA N. KANANI (Alternate Director)	
	:	SRI MAYUR N. KANANI (Ex- Director)	
AUDITORS	:	VIMAL C. JAIN & CO. Chartered Accountants HYDERABAD.	
BANKERS	:	STATE BANK OF TRAVANCORE SECUNDERABAD.	
REGISTERED	:	1-7-283/B, First Floor, Jaya Mansion	
OFFICE	:	126, S.D. Road, Secunderabad - 500 003. A.P. India.	
FACTORY	:	39B & 40B ANRICH Industrial Estate, Bollaram, Medak Dist. Andhra Pradesh.	

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ESSEN SUPPLEMENTS (INDIA) LIMITED

1-7-283/B, JAYAMANSION, 1st FLOOR, 126,
SAROJINI DEVI ROAD, SECUNDERABAD - 500 003.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Nineth Annual General Meeting of the Members of Essen Supplements India limited, will be held on Monday, 11th September 2000 at 3.00 p.m. at the Registered Office of the company, to transact the following business :

AS ORDINARY BUSINESS :

1. To receive, consider and adopt the Balance Sheet as on 31st March, 2000 and Statement of Profit and Loss for the period ended 31st March, 2000 together with Auditor's Report and Director's Report thereon.
2. To appoint a Director in place of Sri K.T. Paun, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Sri V.N. Keshwala, who retires by rotation and being eligible offers himself for reappointment.
4. To appoint M/s. Vimal C. Jain, Chartered Accountants, the retiring auditors as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorise the Board to fix their remuneration.

By order of the Board
for ESSEN SUPPLEMENTS INDIA LIMITED

Place : Secunderabad.
Date : 26th July, 2000.

N.L. Kanani
Managing Director



NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY FORM SHOULD BE RECEIVED BY THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Pursuant to Section 154 of the Companies Act, 1956, the Register of Members and the Share Transfer books of the Company will remain closed from 8th September, 2000 to 11th September, 2000 (Both days inclusive).
3. The Members are requested to intimate any change in their address quoting their registered folio number.
4. The Members are requested to bring the Annual Report along with them to the Annual General Meeting and are also requested to send their queries, on the adoption of accounts well in advance so as to enable the company to place relevant records and information at the time of Annual General Meeting.

By order of the Board
for ESSEN SUPPLEMENTS INDIA LIMITED

Place : Secunderabad.
Date : 26th July, 2000.

N.L. Kanani
Managing Director



DIRECTORS REPORT

To
The Members,

Your Directors have pleasure in presenting their Ninth Annual Report together with the Audited Balance Sheet as on 31st March 2000.

1. PERFORMANCE OF THE COMPANY

During the year under review, the performance of the company was not satisfactory. The Company has incurred a Net loss of Rs. 10,694,745/-. Your Directors are hopeful of achieving better performance in the current year.

Due to depression in the economy in general and overall recession in construction and projects in particular, the Company could not achieve the projected turnover. The Company concentrated on identifying and overcoming various problems that existed. The operations of the company was stabilised. For the Current year, your directors are hopeful of achieving better results. Your company, which has also entered the export business market has achieved a Turnover of Rs. 2,65,881 and hopes to achieve an exclusive export turnover of over rupees 50 Lakhs for the current financial year.

Due to losses, the question of payment of dividend does not arise for the year ended 31st March, 2000.

2. FIXED DEPOSITS

Your Company has not accepted any Deposits from the Public.

3. PARTICULARS ABOUT CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO :

Lighting systems have been designed to have optimum energy utilisation. The company does not have any research and development programme and the foreign exchange earnings & outgo are given in the Notes on Accounts.

The details regarding the Conservation of Energy, Technology, Absorption and Foreign Exchange Earnings & Outgo as per section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 for the year ended 31st March, 2000 are as follows :

Information pursuant to the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.



A. CONSERVATION OF ENERGY :

- a) Energy conservation measures taken. The Company continues to give high priority to conservation of energy on an on-going basis. A few significant measures taken are :
 - i) Periodical and preventive maintenance of equipments and ensured optimum utilisation of electric energy.
 - ii) Improvement in power factor by continuous use and maintenance of capacitor banks.
 - iii) Regular and efficient maintenance of standby DG sets which has resulted in reduced consumption of HSD and lower cost per unit energy produced.
- b) **Additional Investment and proposals :**
It is a new plant and as such there is no proposal for any additional investment to made for energy conservation.
- c) Impact of the measures (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods. The impact of the measures taken above would result in reduction in energy consumption in future years to come.
- d) Total energy consumption and energy consumption per unit of production.

POWER & FUEL CONSUMPTION

	Current Year ended 31-03-2000	Previous Year ended 31-03-1999
1. Electricity		
a) Purchase : units	68,188	46,560
Total Amounts (Rs.)	3,27,674	2,91,771
Rs./Unit	4.80	6.27
b) Own Generator		
Units	280	1961
Total Amount (Rs.)	4,368	22,983
Cost/Unit (Rs.) per Ltr of Diesel Oil	15.60	11.72
2. Coal	Nil	Nil
3. Furnace Oil (Servothermal Oil in Ltr)	Nil	Nil



7. ACKNOWLEDGMENT

The Directors of the Company convey their sincere Thanks and express their deep sense of gratitude and appreciation for the assistance extended by the Financial Institutions viz. IDBI, APIDC and by the Company's Bankers - State Bank of Travancore and various agencies of State and Central Government for their sincere Co-operation. The Company has maintained good Industrial Relations throughout the year under review. Your Directors wish to place on record their deep sense of appreciation for the excellent and outstanding services rendered by all Officers, Staff and Workmen of the Company. Your Directors would also like to thank all the Shareholders who have reposed confidence in this Company.

By order of the Board
for ESSEN SUPPLEMENTS INDIA LIMITED

Place : Secunderabad.
Date : 31st May, 2000.

N.L. Kanani
Chairman





AUDITORS REPORT

To
The Members,
ESSEN SUPPLEMENTS INDIA LIMITED

We have audited the attached Balance Sheet of ESSEN SUPPLEMENTS INDIA LIMITED as at 31st March, 2000 and Profit and Loss Account for the year ended on that date together with the notes thereon. As per the information and explanations furnished to us, and books and records examined by us in the normal course of Audit, we report that.

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. As explained to us, all the assets have been physically verified by the management at reasonable intervals during the year. According to the information and explanations given to us, no discrepancies have been noticed on such physical verification as compared to the book records.
2. None of the fixed assets have been revalued during the year.
3. i) Physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores & spare parts and raw materials.
ii) Discrepancies noticed on such verification as compared to book records which were not material, have been dealt with in the books of account.
iii) The procedures followed by the management for such physical verification are in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business.
iv) On the basis of our examination, we are satisfied that the valuation of the stocks is fair and proper and in accordance with normally accepted accounting principles and is on the same basis as in the preceding year.
4. The company has not taken any loans secured or unsecured from companies, firms or other listed in the register maintained under Section 301 of the Companies Act, 1956. There is no company under the same management as defined under section 370 (1 B) of the Act.
5. The Company has not granted any loans to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.