



Report **1999 - 2000**.com



GALADA FINANCE LIMITED

**GALADA FINANCE LIMITED****BOARD OF DIRECTORS**

Justice P Bhaskaran	Chairman
Mr J Ashok Galada	Managing Director
Mr Naveen Galada	Executive Director
Mr P S Ramanujam	Director
Mr K Ramu	Director
Mr S Venkatakrishnan	Director
Mrs Shanthi Devi Galada	Director
Mrs Vinitha Munoth	Director
Mrs Jyothi Ostwal	Director

BANKERS

Indian Bank,
Mint Street,
CHENNAI - 600 079

AUDITORS

M/s. H K Chandarana & Co.,
Chartered Accountants,
II Floor, 137, Nainiappa Naicken Street,
CHENNAI - 600 079

LEGAL ADVISER

Mr S S Rajesh,
Advocate, Chennai

**REGISTERED AND
CORPORATE OFFICE**

Office No. 7, 8 & 9, II Floor,
"Agarwal Court, K G Plaza",
No 41-44, General Patters Road,
CHENNAI - 600 002
Tel: 8511552, 8511553
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NOTICE OF THE ANNUAL GENERAL MEETING TO THE MEMBERS

Notice is hereby given that the **FOURTEENTH ANNUAL GENERAL MEETING** of the Members of the Company will be held on Saturday the 23rd September 2000 at 4.00 p.m. at the "Indra Sabha Hall" Hotel Palmgrove, Kodambakkam High Road, Chennai - 600 034 to transact the following business

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March 2000 and the Profit and Loss Account for the year ended on that date and the Reports of Directors and the Auditors thereon.
2. To note payment of dividend.
3. To appoint a Director in place of Mr K Ramu who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr S Venkatakrishnan who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and fix their remuneration. The retiring Auditors **M/s. H K Chandarana & Co.**, Chartered Accountants are eligible for re-appointment.

SPECIAL BUSINESS

6. To consider and if thought fit, to pass with or without modifications the following resolution as an ordinary resolution :-

"RESOLVED

That pursuant to notice along with a deposit of Rs. 500/- received from a

Member in accordance with the provisions of the Companies Act, 1956 proposing the candidature of Mr Naveen Galada for the Office of Director Mr Naveen Galada be and is hereby appointed as a Director of the Company liable to retire by rotation."

7. To consider and if thought fit, to pass with or without modifications the following resolution as an ordinary resolution :-

"RESOLVED

That pursuant to notice along with a deposit of Rs. 500/- received from a Member in accordance with the provisions of the Companies Act, 1956 proposing the candidature of Mrs Jyothi Ostwal for the Office of Director, Mrs Jyothi Ostwal be and is hereby appointed as a Director of the Company liable to retire by rotation."

8. To consider and if thought fit, to pass with or without modifications, the following resolution as a special resolution :-

"RESOLVED

That pursuant to Sections 269, 309, 310 read with the Schedule XIII attached to the Companies Act, 1956 and other applicable provisions, if any, of the Companies Act, 1956 including any statutory modifications or re-enactment thereof, for the time being in force, the Company hereby accords its approval for appointment of Mr Naveen Galada as Executive Director of the Company for a period of five years from 1.7.2000 to 30.6.2005 and payment of remuneration of Rs. 7,500/- per month with perquisites as detailed below, with effect from 1.7.2000

**CATEGORY A**

1 Salary Rs. 7,500/- per month.

II Perquisites**Part I -**

Housing I - If the accommodation is provided by the Company, the expenditure of hiring furnished accommodation subject to 60% of the Salary. Over and above 10% to be paid by the appointee.

Housing II - In case no accommodation is provided by the Company, the Executive Director is entitled to house rent allowance subject to the ceiling laid down in Housing I above.

The expenditure incurred by the Company on gas, electricity, water and furnishings shall be valued as per the Income Tax Rules, 1962 subject to the ceiling of 10% of the Salary of the Executive Director.

Part II

The Executive Director shall be entitled to Medical reimbursement subject to a maximum of one month's salary in a year or three months salary over a period of three years.

Part III**Leave Travel Concession**

The Executive Director can avail Leave Travel Concession once in a year in accordance with the rules specified by the Company

Part IV

The Executive Director is entitled to fees for two clubs. However, this will not include any admission or Life membership fee.

Part V**Personal Accident Insurance**

A premium not exceeding Rs. 4,000/- per annum.

CATEGORY B**Provident Fund/Superannuation Fund**

The Executive Director shall be entitled to Provident Fund, Superannuation Fund as per the rules of the Company

Gratuity

The Executive Director shall be entitled to gratuity @ 1/2 months' salary for each completed year of service.

CATEGORY C**Provision of Car**

The Company shall provide Car with driver to the Executive Director on Company's business. Personal use of car for private purposes shall be billed by the Company to the Executive Director.

Telephone

The Executive Director is entitled to telephone at his residence. However, personal long distance calls shall be logged in and paid over to the Company.

MINIMUM REMUNERATION

In the event of inadequacy of profits or no profits in any financial year, the Company may pay to **Mr Naveen Galada**, Executive Director, remuneration by way of salary, perquisites and allowances not exceeding Rs. 1,00,000/ per month in terms of Section II of Schedule XIII of the Companies Act, 1956.

For **GALADA FINANCE LIMITED**

JASHOK GALADA
Managing Director

Place : Chennai,
Date : 24th June 2000

**Notes :-**

1. A member entitled to attend and vote at the meeting of the Company shall be entitled to appoint any other person, whether a member or not, as his/her proxy to attend instead of himself/herself. Such proxy shall not be entitled to vote except on a poll. A form of proxy is enclosed. Proxy form in order to be effective, should be lodged with the Company at any time not less than 48 hours before the meeting.
2. The Register of Members and the Share Transfer Books of the Company will remain closed from 16.9.2000 to 23.9.2000 (both days inclusive).
3. Members are requested to communicate their change of address if any, quoting their respective folios.
4. The Board of Directors at its meeting held on 11th March 2000 approved payment of interim dividend at 10% on the paid up share capital of Rs. 300 lakhs for the year 1999-2000. The Board at its subsequent meeting held on 20th May 2000 have revised the quantum of interim dividend to 6%. The Board of Directors at its meeting held on 24th June 2000 have decided that the interim dividend declared be adjusted towards final dividend. Accordingly, shareholders would note the payment of interim dividend made on the shares of the Company. (Refer item No. 2 of the Notice)

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956
Item No.6

At the Board Meeting held on 31.1.2000, Mr Naveen Galada was appointed as an Additional Director of the Company to hold office upto the date of forthcoming Annual General Meeting, as per provisions of Section 260 of the Companies Act, 1956. The Company has received a notice along with deposit of Rs. 500/- from a Member proposing the candidature of Mr Naveen Galada for the Office of Director.

Mr J Ashok Galada, Managing Director, Mrs Shanthi Devi Galada, Mr Naveen Galada and Mrs Jyothi Ostwal, Directors may be deemed to be concerned or interested in passing the resolution.

Your Directors commend passing the resolution.

Item No.7

At the Board Meeting held on 31.1.2000, Mrs Jyothi Ostwal was appointed as an Additional Director of the Company to hold office upto the date of forthcoming Annual General Meeting, as per provisions of Section 260 of the Companies Act, 1956. The Company has received a notice along with deposit of Rs. 500/- from a Member proposing the candidature of Mrs Jyothi Ostwal for the Office of Director.

Mr J Ashok Galada, Managing Director, Mrs Shanthi Devi Galada, Mrs Jyothi Ostwal and Mr Naveen Galada, Directors may be deemed to be concerned or interested in passing the resolution.

Your Directors commend passing the resolution.

Item No. 8

At the Board Meeting held on 24th June 2000, Mr Naveen Galada was appointed as Executive Director of the Company subject to obtaining the approval of Shareholders at this Annual General Meeting for a period of five years from 1.7.2000 to 30.6.2005 on a remuneration as per details enumerated in the resolution No. 8.

The remuneration proposed to be paid is well within the ceiling prescribed in Part II of Schedule XIII attached to the Companies Act, 1956.

The above statement may be regarded as an abstract of the terms and Memorandum of interest under Section 302 of the Companies Act, 1956.

Mr J Ashok Galada, Managing Director, Mrs Shanthi Devi Galada, Mr Naveen Galada and Mrs Jyothi Ostwal, Directors may be deemed to be concerned or interested in passing the resolution.

The Board of Directors commend passing the resolution.

For **GALADA FINANCE LIMITED**

J ASHOK GALADA
Managing Director

Place : Chennai,
Date : 24th June 2000



GALADA FINANCE LIMITED

DIRECTORS' REPORT

Dear Members

Your Directors have great pleasure in presenting their **FOURTEENTH ANNUAL REPORT** together with the Audited Accounts of the Company for the year ended March 31, 2000.

FINANCIAL RESULTS :

The financial results for the year ended 31st March 2000 are given below :-

Description	For the year ended 31.3.2000 (Rs. in lakhs)	For the year ended 31.3.1999
Total income	201.22	207.40
Less: Expenditure	72.34	72.72
Profit before Depreciation and Taxes	128.88	134.68
Less: Depreciation	90.91	101.68
Profit before Tax	37.97	33.00
Less: Income Tax	8.75	3.47
Profit After Tax	29.22	29.53
Balance Brought Forward from Previous Year	1.61	8.58
Amount available for appropriation	30.83	38.11
APPROPRIATION		
Proposed Dividend & Tax thereon	19.98	16.50
Balance carried to Balance Sheet	4.85	1.61
Transfer to General Reserve	6.00	20.00
	30.83	38.11

BUSINESS :

During the year under report, the Company extended Hire Purchase finance of Rs. 331 lakhs and lease finance for Rs. 59 lakhs.

The gross profit registered an increase of 15.06% over the previous financial year and the net profit has shown marginal decrease of 1.06% as compared to previous financial year due to higher provision for Income tax at Rs. 8.75 lakhs as compared to Rs. 3.47 lakhs in the previous financial year.

DEPOSITS :

As on 31st March 2000, there were 136 depositors for a value of Rs. 22.47 lakhs.

Your Company has complied with the requirements under the guidelines issued by the Reserve Bank of India for Non-Banking Financial Companies

INFORMATION REQUIRED UNDER NON-BANKING FINANCIAL COMPANIES ACCEPTANCE OF PUBLIC DEPOSITS (RESERVE BANK) DIRECTIONS, 1998:

The total number of accounts of public deposit of the Company which have not been claimed by the depositors or not paid by the Company after the date on which the deposit became due for repayment was NIL.

The total amount due under such accounts remaining unclaimed or unpaid beyond the dates referred to above was NIL.

DIVIDEND :

Your Directors have declared an interim dividend of 6% on the paid up share capital of Rs. 300 lakhs absorbing a sum of Rs. 18 lakhs towards Dividend and Rs. 1.98 towards dividend tax and surcharge thereon for the financial year ended March 31, 2000.

The interim dividend paid shall be fully adjusted as final dividend for the financial year ended March 31, 2000.

Y2K :

The Company's operations are computerised and is Y2K compliant. The changeover to Year 2000 did not pose any problem in any system or other area of operations of the Company.