



GLASCOAT



ANNUAL REPORT 2000-2001

Board of Directors : Kanubhai K. Patel
Chairman

Sudarshan Amin
Managing Director

Shashikant Patel

Paresh Shah

Ambalal Patel

Auditors : Darji and Associates
Chartered Accountants
S-403, Kavita Shopping Centre
Opp. G. P. O.
Anand



Company Law Consultant : Darsha Rajesh Kikani

Bankers : Oriental Bank of Commerce
UTI Bank Ltd.

Registered Office & Works : H-106, G.I.D.C.,
Vithal Udyognagar - 388 121
Gujarat.

DIRECTORS' REPORT

To,
The Members,

Your Directors herewith submit the 10th Annual Report of your Company for the financial year ended 31st March, 2001.

1. SUMMARY OF FINANCIAL RESULTS :

	2000-2001	1999-2000
a. Income From Operation	1244.54	983.84
b. Gross Profit	121.12	99.54
c. Less : Depreciation	33.89	31.88
d. Profit Before tax	87.23	67.66
e. Less : Provision for Tax	17.00	13.33
f. Profit after Tax	70.23	54.33
g. Balance brought forward from pre.Year	180.85	126.52
h. Balance available for Appropriation	251.08	180.85
Appropriation :		
Proposed Dividend	40.00	Nil
Tax on Proposed Dividend	4.00	Nil
g. Net Profit Carried Forward	207.08	180.85

1. PERFORMANCE :

The Company has produced impressive results during the year ended 31st March, 2001. This is despite keen competition in all the areas of the Company's activities and low market enthusiasm due to general uncertain economic and political condition prevalent in the country.

2. DIVIDEND :

Your Directors are pleased to recommend payment of dividend @ 8 % on its augmented equity paid up capital of Rs. 500 lacs for the year 2000-2001 resulting in payment of Rs. 40.00 lacs (excluding dividend tax of Rs. 4.00 lacs)

3. OPERATIONS :

The turnover of the company increased by 26.50 % due to various efforts made by the company to reduce cost and to improve overall efficiency in operations. Profits before tax Rs. 87.23 lacs has been achieved as compared to Rs 67.66 lacs in previous year. The company's order booking for the current year is continued to be excellent.

4. DIRECTORS

Shri Kanubhai Patel retires by rotation and being eligible offers himself for re-appointment. You are requested to re-appoint him.

5. FIXED DEPOSITS :

The Company has not accepted Fixed Deposits from Public as envisaged under Section 58 A and 58 B of the Companies Act, 1956, read with the Companies (Acceptance of Deposits Rules, 1975.)

6. AUDITORS :

The present Auditors M/s. Darji & Associates, Chartered Accountants, Anand, are retiring at the conclusion of Tenth Annual General Meeting. You are requested to appoint them as they are eligible for appointment.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO.

Particulars regarding the conservation of energy, technological absorption and foreign exchange earning and out go as envisaged by Sec. 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Board of Directors Rules 1988) are enclosed in Annexure 'A' to the Directors' Report.

8. PARTICULARS OF EMPLOYEES

The particulars as envisaged by Section 217 (2-A) read with the Companies (particulars of Employees), Rules 1975 need not be given as no employee is covered there under.

Your Directors would like to place on record their appreciation of the contribution made by the employees at all levels. Employees continue to remain our major asset, in our continuing endeavors in the pursuit for excellence.

9. DIRECTORS RESPONSIBILITY STATEMENT:

In terms of Section 217 (2AA) of the Companies Act, 1956, the Directors would like to state :

- that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- that the directors had selected such accounting policies and applied them consistently and made judgment 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 and of the profit or loss of the company for that period;
- that the directors had taken proper and sufficient care for the maintenance of adequate accounting record in accordance with the provision of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- that the directors had prepared the annual accounts on a going concern basis.

This is a step in right direction, steering the companies towards global accounting practices.

10. APPOINTMENT OF AUDIT COMMITTEE :

The Company has constituted the Audit Committee which comprises of Shri Kanubhai Patel, Shri Shashikant Patel and Shri Paresh Shah. The Committee reviewed the internal control systems, scope of Internal Audit and compliance of related regulations. The Committee reviewed at length and approved the annual financial statements before the same were considered by the Board of Directors.

11. DEMATIRIALISATION OF SHARES :-

Securities and Exchange board of India (SEBI) has decided to include the equity shares of your company in the list in which trading may be done in dematerialised from .The Company has accordingly entered into agreements with National Securities Depository Limited (NSDL) and Central Depository Services India Ltd. (CDSL).

The Depositories Act 1996 has amended some of the provisions of the Companies Act 1956 pertaining to issue, holding, transfer, transmission and dealing in shares and other securities so as to facilitate introduction and implementation of the Depositories system.

Further, by the Companies (Amendment) Ordinance, 1999, the holders of security have been given option to nominate a person to whom the rights of security holders of the company shall vest in the event of death.

Consequent upon the recent amendments made by the Companies (Amendment) Act, 2000 the Company is required to bring the Articles of Association of the Company in line with the Act.

It has therefore become necessary to alter the Articles of Association of the Company which will be included as one of the items of the Annual General Meeting Notice.

12. ACKNOWLEDGMENT

The Board of Directors are pleased to place on record their sense of gratitude for the continued financial support by banks and other associates.

By Order of the Board
SWISS GLASSCOAT EQUIPMENTS LIMITED

Place: V. U. Nagar	Sudarshan Amin	Ambalal Patel
Date : 30/06/2001	Managing Director	Director



ANNEXURE TO DIRECTORS' REPORT

INFORMATION AS PER SECTION 217 (1) (E) READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED 31-03-2001

CONSERVATION OF ENERGY :

Company is aware of the importance of saving energy consumption at all levels and has made endeavours to conserve energy wherever possible.

Total Electric Consumption

Units	:	25,53,246	Units
Rupees	:	Rs. 1,39,49,727	
Rate per unit	:	Rs. 5.46	
Total Fuel Consumption of Oil Gas and Lubricants	:	Rs. 18,20,922	

FOREIGN EXCHANGE EARNINGS AND OUTGO :

a). The Company as started exporting its product during the Year :

b). Total Forgein Exchange Used and Earned :

1) Total foreign exchange used	:	Import of goods	Rs. 91,824
		Traveling	Rs. 33,365

2) Total foreign exchange earned	:	Rs. 4,49,700
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By Order of the Board
SWISS GLASSCOAT EQUIPMENTS LIMITED

Place: Vitthal Udyognagar
Date : 30/06/2001

Sudarshan Amin
Managing Director

Ambalal Patel
Director