

50th Annual Report 2002



HIMATSINGKA MOTOR WORKS LIMITED



HIMATSINGKA MOTOR WORKS LIMITED

Board of Directors	:	SANTOSH KUMAR HIMATSINGKA RAJESH KUMAR HIMATSINGKA
Managing Director	:	HARISH KUMAR HIMATSINGKA
Bankers	:	ALLAHABAD BANK
Auditors	:	N. R. & ASSOCIATES Chartered Accountants, Maligaon, Charali, Guwahati - 781 011.
Registered & Head Office	:	A. T. ROAD GUWAHATI - 781 001.

Branches

Auto Division	:	JORHAT F.I.P. SECTION & KOLKATA
Hire Purchase Division	:	GUWAHATI
Financial Advisor	:	SUKUMAR BANERJEE
Company Registration details No. & Date	:	00991 DATED 17-08-1951
Commencement of Business:	:	CERTIFICATE DATED 05-11-1951 R.O.C. SHILLONG (STATE CODE - 2)



HIMATSINGKA MOTOR WORKS LIMITED

Registered Office : A. T. ROAD, GUWAHATI - 781 001

notice

TO THE SHAREHOLDERS

Notice is hereby given that the 50th Annual General Meeting of the members of HIMATSINGKA MOTOR WORKS LIMITED will be held at its Registered office at A. T. Road, Guwahati-781 001 on 25th September, 2002 at 2 p.m. to transact the following business :

1. To consider the accounts for the year ended 31st March, 2002 together with the Auditors' Report and Directors' Report therein.
2. To appoint a Director in place of Shri Rajesh Kumar Himatsingka who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration.

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BY ORDER OF THE BOARD
HARISH KUMAR HIMATSINGKA
Managing Director

Place : Guwahati

Dated the 27th July, 2002.

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint proxy to attend and vote in his/her stead. A proxy need not be a member of the Company. The proxy form is attached herewith.
2. The register of members of the Company will remain closed from 11th September, 2002 to 25th September, 2002 (Both days inclusive).



directors' report

TO THE SHAREHOLDERS

Gentlemen,

Your Directors have pleasure in presenting the 50th Annual Report together with the Audited Accounts for the year ended 31st March, 2002.

FINANCIAL RESULTS

The Financial Results of the Company's working for the year ended 31st March, 2002 are tabulated as under :

	Year ended 31-03-2002 Rs.	Year ended 31-03-2001 Rs.
Sales, Hire Purchase & Other Income	1,11,42,568	1,23,82,880
Profit Before Depreciation	16,99,340	18,26,040
Profit After Depreciation	13,18,497	13,77,915
Provision for Taxation	3,16,737	3,83,420
Profit After Taxation	10,01,760	9,94,495
Cash Profit	13,85,053	14,45,070
Amount for Appropriation	10,10,027	9,91,568
Hire Purchase Business Written During the year	1,61,05,975	1,09,19,500

During the year under review your Company's business has reduced but the profit after tax has increased than that of Previous Year as borne out by above figures.

Your Board of Directors are actively investigating investment opportunities in new lines of business that are consistent with the inherent strengths of the Company.

In view of the required Investment in new lines and with the need to conserve funds for the long term benefit of the Company, no dividend has been recommended this year.

DIRECTORS

Shri Rajesh Kumar Himatsingka retires by rotation and being eligible the Directors recommend his re-appointment.

Himatsingka Motor Works Limited

ACCOUNTS

The Notes on Accounts in Schedule 16 are self explanatory. Additional informations as required under Part IV of Schedule VI of the Companies Act, the Balance Sheet Abstract and Company's General Business Profile are in Schedule 17 of the Accounts.

AUDITORS' OBSERVATION :

The Company has disclosed the relevant facts in the notes on accounts given in Schedule 16 and the same are self-explanatory.

CORPORATE GOVERNANCE :

In terms of Listing Agreement with Stock Exchanges the Company is not required to comply with the Corporate Governance Provisions.

DIRECTOR'S RESPONSIBILITY STATEMENT :

Pursuant to Provisions of Section 217 (2AA) of the Companies (Amendment) Act, 2000, the Directors confirm

- i) That in preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanations relating to material departures if any :
- ii) That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the Profit & Loss of the Company for that period.
- iii) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act so as to prevent and detect fraud and other irregularities.
- iv) That the Directors had prepared the accounts on a going concern basis.

AUDITORS

M/s. N. R. & Associates, Chartered Accountants, retire and are eligible for re-appointment.

DEPOSITS

The Company has not accepted any public deposit during the year and there were no unclaimed/unpaid deposits lying with the Company as on 31st March, 2002.

PERSONNEL

There were no employees receiving remuneration aggregating to Rs. 1,00,000/- per month where employed for part of the year or Rs. 12,00,000/- p.a. where employed for the full year and hence particulars under Section 217 (2A) of the Companies (Particulars of Employees) Rules, 1975 have not been given.



FOREIGN CURRENCY INFLOW/OUTGO & ENERGY CONSERVATION

The nature of the Company's activities does not entail energy consumption or outgo/inflow of foreign currency.

LISTING FEE PAYMENT

The Company has paid Annual Listing Fee up to 2002-2003 to Guwahati and Mumbai Stock Exchanges.

SECRETARIAL COMPLIANCE :

The Company has obtained the necessary compliance certificate from a whole time practicing Company secretary as required under section 383A(1) which is annexed herewith the statement of accounts.

ACKNOWLEDGEMENT

In conclusion, the Board places on record their appreciation of the support given by the Bankers, members of the staff and others for the progress of the Company.

For and on behalf of the Board

Santosh Kumar Himatsingka
Director

Place : Guwahati
Dated the 27th July, 2002

Rajesh Kumar Himatsingka
Director

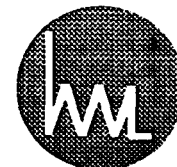
Himatsingka Motor Works Limited

auditors' report

TO THE MEMBERS OF

HIMATSINGKA MOTOR WORKS LIMITED

1. We have audited the attached Balance Sheet of HIMATSINGKA MOTOR WORKS LIMITED, as at 31st March, 2002, and also the Profit and Loss Account of the Company 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 the 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 Manufacturing and other Companies (Auditor's Report) Order, 1988, issued by Company Law Board in terms of section 227(4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above & subject to the effects of disclosures in notes on accounts in item no. 8 (a) in respect of compliance of Prudential norms and 8(c) in respect of Provision of Gratuity in schedule 16 forming part of the financial statements, we report that :
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, Proper books of Account as required by law have been kept by the Company so far as appears from our examination of such books.
 - c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the Books of account.
 - d) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the Accounting Standards referred to in Sub-Section 3C of Section 211 of the Companies Act, 1956.



- e) On the basis of the written representations received from the Directors as on March 31, 2002 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2002 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 Accounts read with the Notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :-
 - i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2002 and
 - ii) In the case of the Profit & Loss Account, the Profit of the Company for the year ended on that date.

For N. R. & ASSOCIATES
Chartered Accountants

Maligaon Charali, Guwahati - 781 011
Dated the 27th July, 2002

N. R. CHAKRABARTY
Partner

Himatsingka Motor Works Limited

Annexure to the Auditors' Report

(Referred to in Paragraph (3) of our report of even date)

- a) The Company is maintaining proper records showing full particulars including quantitative details and situation of Fixed Assets. The Fixed Assets of the Company have been physically verified by the Management periodically at reasonable intervals and no material discrepancy has been noticed on such verification.
- b) None of the Fixed Assets have been revalued during the Year.
- c) In our opinion, physical verification in respect of stocks, stores and materials have been done at the end of the year.
- d) Valuation of these stocks is on a consistent basis and represents fair and proper value of stocks held by the Company.
- e) The Company has an adequate internal control and checking commensurate with the size of the Company and the nature of the business for purchase of stores, components, plant & machinery, equipments and other assets.
- f) As explained to us, there was no unserviceable and damaged stores during the year.
- g) The Company has not accepted any deposit from public during the year, falling within the purview of Sec. 58A of the Companies Act, 1956 and the rules framed there under.
- h) No loans in the nature of loans have been taken from companies, firms or other parties listed in the Register maintained under Sec. 301 of the Companies Act, 1956, where the rate of interest and other terms and conditions are prima facie prejudicial to the interest of the Company.
- i) According to the information and explanations given to us and as shown by the books of account, no loans in the nature of loans secured or unsecured have been granted to companies, firms or other parties listed in the register maintained under Section 301 and 372A of the Companies Act, 1956 where the rate of interest and other terms and conditions are prima facie prejudicial to the interest of the Company.



- j) The Parties to whom Loans and Advances in the nature of Loans have been given are generally repaying the Principal amounts as stipulated and are also generally regular in payment of interest, wherever applicable.
- k) Interest free advances have been given to employees who are repaying the principal amount as stipulated.
- l) According to the information and explanations given to us and as shown by the books of account of the Company, there were no purchases of goods and materials and sales of goods, materials and services made in pursuance of contracts entered in the registers maintained under Sec. 301 of the Companies Act, 1956 aggregating to Rs. 50,000/- or more in respect of each party during the period.
- m) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- n) In our opinion and as shown by the books of account, the Company has been regular in depositing Provident Fund and ESI dues with the appropriate authority.
- o) As per our information and according to the explanations given to us, there is no undisputed amount payable in respect of Income Tax, Wealth-Tax, Sales-Tax, Customs Duty and Excise Duty as at the end of the year for a period of more than six months from the date they became payable.
- p) In respect to Investment made in Shares by the Company, proper records have been kept by the Company. All Shares have been held by the Company in its own name.
- q) Investments are long term strategic investments and the inherent value of such investment does not indicate permanent diminution, being higher compared to cost.
- r) As per our information and according to the explanations given to us, no personal expenses have been charged to revenue account during the period.
- s) In our opinion, comments on other matters specified in the order are not necessary.

Maligaon, Charali
Guwahati-781 011
Dated the 27th July, 2002

For **N. R. & ASSOCIATES**
Chartered Accountants

N. R. CHAKRABARTY
Partner