



HINDUSTAN FOODS LIMITED

Fourteenth Annual Report 1998-99

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HINDUSTAN FOODS LIMITED
Dempo House, Campal,
Panaji - Goa 403 001

Hindustan Foods Limited

<p>BOARD OF DIRECTORS :</p> <p>V. V. DEMPO . . . Chairman</p> <p>N. C. CHAUDHURI</p> <p>P. J. FERNANDES</p> <p>S. K. DESHPANDE</p>	<p>AUDITORS: Fraser & Ross Associates</p> <p>BANKERS: Bank of Maharashtra</p> <p>REGISTERED OFFICE: Dempo House, Campal, Panaji, Goa - 403 001.</p> <p>WORKS: Usgaõ, Ponda, Goa - 403 407.</p>																																														
<p align="center">BALANCE SHEET ABSTRACT AND GENERAL BUSINESS PROFILE</p> <p>1. Registration Details Registration No. 601/G State Code 24 Balance Sheet Date 31-03-99</p> <p>2. Capital Raised during the period (Amount in Rs. Lakhs)</p> <table> <tr><td>Public Issue</td><td>Nil</td></tr> <tr><td>Rights Issue</td><td>Nil</td></tr> <tr><td>Bonus Issue</td><td>Nil</td></tr> <tr><td>Private Placement</td><td>Nil</td></tr> </table> <p>3. Position of Mobilisation and Deployment of Funds (Amount in Rs. Lakhs)</p> <table> <tr><td>Total Liabilities</td><td>1276.33</td></tr> <tr><td>Total Assets</td><td>1276.33</td></tr> <tr><td>Sources of Funds</td><td></td></tr> <tr><td> Paid up Capital</td><td>200.00</td></tr> <tr><td> Reserves & Surplus</td><td>0.05</td></tr> <tr><td> Secured Loan</td><td>1063.78</td></tr> <tr><td> Unsecured Loan</td><td>12.50</td></tr> <tr><td>Application of Funds</td><td></td></tr> <tr><td> Net Fixed Assets</td><td>353.53</td></tr> <tr><td> Investments</td><td>Nil</td></tr> <tr><td> Net Current Assets</td><td>216.50</td></tr> <tr><td> Misc. Expenditure</td><td>238.46</td></tr> <tr><td> Accumulated Losses</td><td>467.84</td></tr> </table> <p>4. Performance of Company (Amount in Rs. Lakhs)</p> <table> <tr><td>Turnover</td><td>194.30</td></tr> <tr><td>Total Expenditure</td><td>174.74</td></tr> <tr><td>Profit/Loss Before Tax</td><td>19.55</td></tr> <tr><td>Profit/Loss After Tax</td><td>19.55</td></tr> <tr><td>Earning Per Share</td><td>--</td></tr> <tr><td>Dividend @%</td><td>--</td></tr> </table> <p>5. Generic Names of Three Principal Products/ Services of Company (As per monetary terms) The Company engaged in 3rd party Job. Item Code No. (ITC CODE) : 19:04 Product Description Product based on Soya bean, Cereal Foods and Nutritional Foods.</p>		Public Issue	Nil	Rights Issue	Nil	Bonus Issue	Nil	Private Placement	Nil	Total Liabilities	1276.33	Total Assets	1276.33	Sources of Funds		Paid up Capital	200.00	Reserves & Surplus	0.05	Secured Loan	1063.78	Unsecured Loan	12.50	Application of Funds		Net Fixed Assets	353.53	Investments	Nil	Net Current Assets	216.50	Misc. Expenditure	238.46	Accumulated Losses	467.84	Turnover	194.30	Total Expenditure	174.74	Profit/Loss Before Tax	19.55	Profit/Loss After Tax	19.55	Earning Per Share	--	Dividend @%	--
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DIRECTORS' REPORT

To the Members,

The Directors hereby present their Fourteenth Annual Report on the Business & Operations of your Company and the Audited Financial Accounts for the year ended 31st March, 1999.

Your Company has been in Production for the full year 1998-1999 and has produced 1741 tonnes for M/s. Heinz India Private Limited on job contract and has made a Cash Profit, on the operations, of Rs. 21.92 lacs. However, after depreciation of Rs. 27.84 lacs, the loss is Rs. 5.92 lacs:-

Financial Results

	1998-99 (Rs. in Lacs)	1997-98 (Rs. in Lacs)
Profit as per Profit & Loss account	19.55	(47.66)
Less : Conversion Charges pertaining to previous year	16.53	--
Less : Sundry Liabilities no more required written back	12.53	--
	29.06 (9.51)	(47.66)
Less : Loss on Sale of Capital Assets -- Plant & Machinery	3.59	--
Net loss on operation for the year	(5.92)	(47.66)

Your Company expects to receive the continued support from M/s. Heinz India Private Limited towards the commitment of tonnage and therefore, the financial position for the current year is likely to improve.

Particulars of Employees:

None of the employees of the Company is covered under Section 217(2A) of the Companies Act, 1956 and the rules framed thereunder.

Directors:

Mr. V. V. Dempo and Mr. P. J. Fernandes retire by rotation and being eligible, offer themselves for re-appointment.

Auditors:

M/s. Fraser & Ross Associates, Chennai, retire and do not seek re-appointment.

As regards the remarks of the auditors in their report, the relevant financial notes are self-explanatory. Considering the future plans, the accounts are prepared on the principles applicable to a going concern.

Y2K Compliance :

Appropriate steps are being taken to make Y2K compliance by September, 1999.

Acknowledgements:

Your Directors place on record their deep appreciation of the valuable financial support and managerial guidance received from V. S. Dempo & Co. Ltd. The Directors also thank Bank of Maharashtra for their support and thanks are also due to various Government agencies for their co-operation.

The Directors acknowledge the co-operation and contribution of the Staff, Workers and Officers of the Company during the year.

By Order of the Board

Place : Panaji	Vasudeva V. Dempo	S. K. Deshpande
Date : 19-05-1999	Chairman	Director

AUDITORS' REPORT TO THE MEMBERS OF HINDUSTAN FOODS LIMITED

- 1) 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. In our opinion, proper books of accounts as required by law, have been kept by the Company so far as it appears from our examination of those books.
- 2) We have examined the attached Balance Sheet of the Company as at 31st March, 1999 and the annexed Profit and Loss Account for the year ended on that date which are in agreement with the books of account.
- 3) In our opinion, the Profit and Loss Account and the Balance Sheet Comply with the Accounting Standards specified in sub-section (3c) of Section 211 of the Companies Act, 1956 and the generally, accepted accounting principles with the exception of :-
 - i) Presentation of accounts on principles applicable to a going concern (Accounting Policy 1(b))
 - ii) Non-provision for debts considered doubtful of recovery Rs. 2,07,39,359 (Schedule -VII)
 - iii) Non-absorption of share issue, preliminary, advertisement and sales promotion expenses which are carried forward under Miscellaneous Expenditure (Schedule - XI)
 - iv) Transfer on 1st April, 1998, of time barred unclaimed debentures to General Reserve Rs. 49,06,000 (Note - 6)
 - v) Non consideration of depreciation on Fixed Assets relating to earlier years, aggregating Rs. 67,37,828 (Note - 4)