

*Platinum Jubilee*

*75*

*Years of Service*



*Indian Hume Pipe*

*Annual Report 2000 - 2001*

# 1926 - 2001 Our

## Prestressed Concrete Monoblock Railway Sleeper Project Iraq

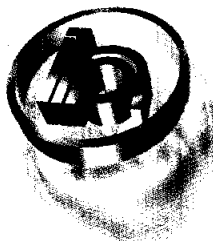


IHP has provided Managerial Expertise for operating in Iraq, a Prestressed Concrete Monoblock Sleeper Plant-one of the largest in the World-and which manufactured about 1 million sleepers, valued at US\$ 5.5 million.

In India, IHP's plant at Jhansi has supplied over 2.1 million sleepers to the Indian railways, for use on their high speed tracks and their track modernisation.

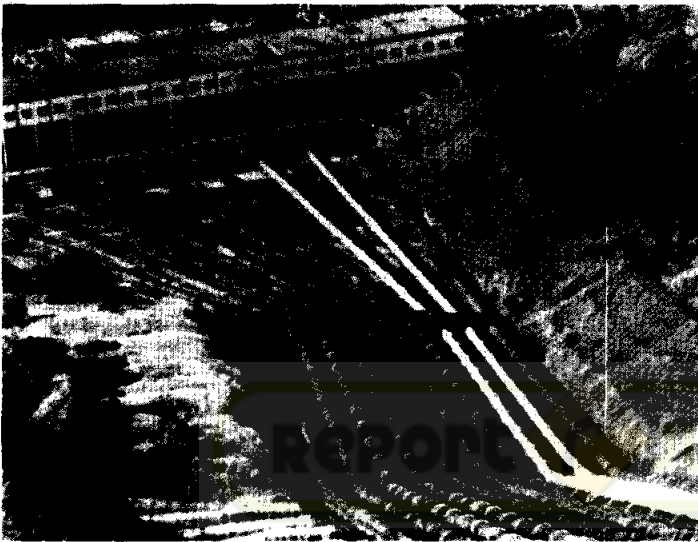


IHP's steel pipes widely used by B.M.C. for augmenting water supply to Mumbai city. About 129 Kms. of Pipelines in various diameters of 450mm to 3658mm. and weighing nearly 79,000 M.T. are supplied by the Company.



# Achievements

## Sharavati Hydro-Electric Project, Karnataka



Penstocks of 2438mm dia. ranging in thickness from 16mm. to 30mm. weighing 21194 M.T. are installed at Sharavati Hydro-Electric Project.

Over 1,46,000 M.T. of IHP's penstock have so far been supplied to various Hydro-Electric Projects, contributing to the generation of nearly 7000 MW of Electric Power.

## Nathpa Jhakri Hydro - Electric Project, Himachal Pradesh

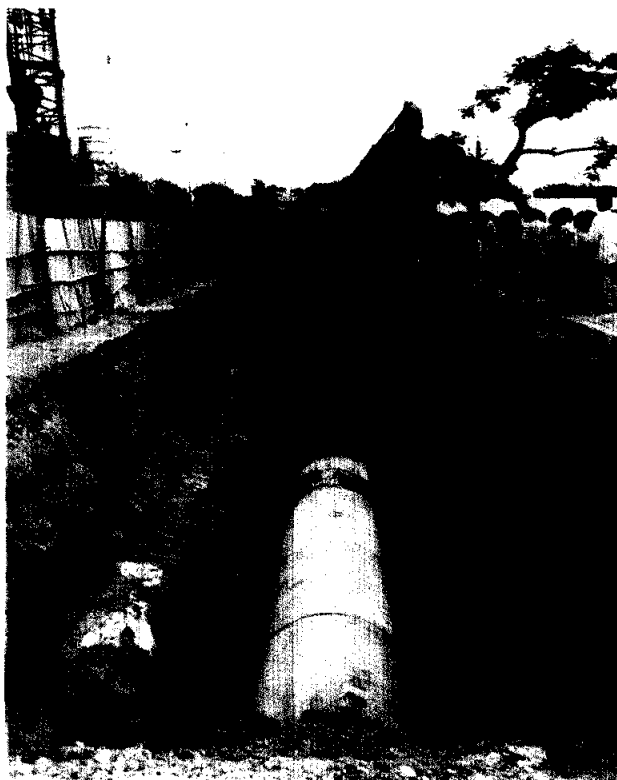


The above photograph shows 8500 mm dia steel liner inside the tunnel. IHP as a Sub Contractor of NJJV (A joint venture of M/s Impregilo of Italy & M/s Hindustan Construction Co. Ltd.) have fabricated, erected successfully 8500 mm / 10015 mm dia steel liner, 25 to 40 mm thickness each weighing on an average 22 Metric Tonne per Liner. The total Tonnage of the project is 8800 Metric Tonne and value of the job is Rs. 13.12 Crores.





### **R.C.C. Pipeline for Sewage Disposal at Hyderabad**



A World Bank funded Project for drainage of Hyderabad Municipal Water Supply and Sewerage Board, using 1,800mm dia NP4 class R.C.C. Pipes, lined with high Alumina Cement. Length - 5 Kms Project cost Rs. 13 crores. Thousands of Kilometers of R.C.C. Pipeline have been laid by IHP across India, Pakistan, Burma & Sri Lanka.

### **Madurai Water Supply Project**



IHP'S P.S.C. Pipeline crossing the culvert on the bridge. Nearly 4000 Kms of Prestressed Concrete of various diameters under different pressure range, are in extensive use all over India.





### Board of Directors

Mr. Rajas R. Doshi..... *Chairman & Managing Director*  
 Mr. C. K. Vissanji ( Upto 31-07-2001 )  
 Mr. R. S. Shastri  
 Mr. Ajit Gulabchand  
 Mr. P. M. Dandekar ( Upto 04-07-2001 )  
 Ms. Jyoti R. Doshi  
 Mr. Rajendra M. Gandhi  
 Mr. Rameshwar D. Sarda  
 Mr. N. Balakrishnan  
 Ms. Anima B. Kapadia ( From 27-07-2001 )

### Company Secretary

Mr. Narendra R. Jain

### Executives

Mr. P. D. Kelkar..... *Sr. General Manager (Prestressed Concrete Division)*  
 Mr. P. R. C. Nair..... *Sr. General Manager (Research & Development Division)*  
 Mr. S. K. Soman..... *Sr. General Manager*  
 Mr. B. Ramaswamy..... *Sr. General Manager*  
 Mr. P. R. Bhat..... *Sr. General Manager*  
 Mr. Aditya R. Doshi..... *General Manager*  
 Mr. S. G. Khaladkar..... *Controller of Accounts & Finance*  
 Mr. B. S. Narkhade..... *Chief Auditor*  
 Mr. P. H. Mali..... *Personnel Manager*

### Auditors

M/s K. S. Aiyar & Co., Chartered Accountants,  
 Janmabhoomi Bhavan, 4th floor,  
 24/26 Janmabhoomi Marg, Fort, Mumbai - 400 001.

### Solicitors & Advocates

M/s Daphtary Ferreira & Divan, Mumbai  
 M/s Kanga & Company, Mumbai

### Bankers

State Bank of India,  
 Bank of Baroda,  
 State Bank of Hyderabad,  
 The South Indian Bank Ltd.

### Registered Office

Construction House, 2nd floor,  
 5, Walchand Hirachand Marg,  
 Ballard Estate, Mumbai 400 001  
 Telephone Nos. 2618091/2618092  
 Fax: 2656863  
 email : info@indianhumepipe.com  
 Website : www.indianhumepipe.com

### Annual General Meeting

On Thursday, the 20th September, 2001 at 4-00 P.M.  
 Walchand Hirachand Hall, Indian Merchants  
 Chamber Building, Churchgate, Mumbai 400020



## NOTICE

NOTICE is hereby given that the SEVENTY-FIFTH ANNUAL GENERAL MEETING of the Company will be held as scheduled below :-

Day	:	Thursday
Date	:	20th September, 2001
Time	:	4 - 00 P. M.
Place	:	Walchand Hirachand Hall, Indian Merchants Chamber Building, 4th floor, Indian Merchants' Chamber Marg, Churchgate, Mumbai - 400 020.

To transact the following business :

**ORDINARY BUSINESS :**

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2001, Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and the Auditors thereon.
2. To declare Dividend on Equity Shares for the year ended 31st March, 2001.
3. To appoint a Director in place of Ms. Jyoti R. Doshi, who retires by rotation and being eligible, offers herself for re-appointment.
4. To appoint a Director in place of Mr. Rajendra M. Gandhi, who retires by rotation and being eligible, offers himself for re-appointment.
5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:  
 "RESOLVED that pursuant to the provisions of Section 224 and other applicable provisions, if any of the Companies Act, 1956 M/s. K. S. Aiyar & Co., Chartered Accountants, the retiring Auditors of the Company, be and are hereby re-appointed as Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting, to do both continuous and final audit of the Company's accounts for the Financial Year 2001-2002 on a remuneration of Rs.80,000/- (Rupees Eighty Thousand only) and that they be paid, in addition, any out of pocket and / or travelling expenses they may incur in carrying out their duties as such Auditors."  
 "RESOLVED FURTHER that the Board of Directors be and are hereby authorised to fix the remuneration payable to Auditors, M/s. K. S. Aiyar & Co., Chartered Accountants in respect of branches of the Company to be audited by them for the Financial Year 2001-2002 as required by Section 228 of the Companies, Act, 1956."

**SPECIAL BUSINESS :**

6. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution :-  
 "RESOLVED that Ms. Anima B. Kapadia, who was appointed as an Additional Director by the Board of Directors of the Company under Section 260 of the Companies Act, 1956 and who hold such office up to the date of this Annual General Meeting and in respect of whom notice in writing pursuant to Section 257 of the Companies Act, 1956 has been received by the Company from some members signifying their intention to propose her for the office of Director, be and is hereby appointed a Director of the Company."
7. To consider and if thought fit, to pass, with or without modification(s), the following resolution, as an Ordinary Resolution:  
 "RESOLVED that the Board of Directors be and they are hereby authorised to appoint any person or persons qualified for appointment, as Auditors of the Company under Section 226 and/or 228 of the Companies Act, 1956 for auditing accounts of the Branches of the Company required to be audited under Section 228 of the said Act on such terms and conditions including remuneration as the Board may think fit, for the Financial Year 2001-2002, in consultation with the Company's Auditors."

By Order of the Board of Directors,  
**NARENDRA R. JAIN**  
 Company Secretary

**Registered Office:**

Construction House,  
 5, Walchand Hirachand Marg,  
 Ballard Estate,  
 Mumbai - 400 001.  
 Dated : 13th August, 2001.



## NOTICE

### NOTES :-

- (a) The relative Explanatory Statement pursuant to Section 173 of the Companies Act, 1956 in respect of the business under item Nos. 6 & 7 is annexed hereto.
- (b) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the time for holding this Annual General Meeting.
- (c) The Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, the 12th September, 2001 to Thursday, the 20th September, 2001 (both days inclusive).
- (d) The Dividend, if sanctioned, will be payable to those Members, whose names appear on Company's Register of Members as on 20th September, 2001.
- (e) In accordance with the provisions of Section 205A of the Companies Act, 1956 the Company has transferred the unclaimed Dividend upto the Financial Year ended 31st March, 1994, to the General Revenue Account of the Central Government. Members, who have valid claims to any of the unclaimed Dividend referred to above, may claim the same from the Registrar of Companies, Maharashtra, Mumbai in the prescribed manner.
- (f) As per the provisions of the Companies Act, 1956, facility for making nominations is now available for shareholders and fixed deposit-holders of the Company. Nomination forms can be obtained from the Secretarial Department of the Company.
- (g) The Members are requested to forward particulars of their respective bank account numbers with full name of the bank, account number and nature of account to Company's Registered office which would enable the Company to print on the dividend warrants the details of bank accounts of the shareholders. This would help to avoid fraudulent encashment of dividend warrants.
- (h) Members are requested to notify immediately change in their Address, if any to the Registered Office of the Company.
- (i) Members are requested to bring the copies of the Annual Report at the time of attending the Annual General Meeting.
- (j) Members/Proxy-holders are requested to produce at the entrance of the hall Admission Slip forwarded to them, duly completed and signed, in accordance with the specimen signature registered with the Company for admission to the Meeting Hall.
- (k) The Company's Equity Shares are listed on the Mumbai Stock Exchange, National Stock Exchange of India Limited and Pune Stock Exchange and the listing fees for the year 2001-2002 have already been paid for all the three Stock Exchanges.

## EXPLANATORY STATEMENT

As required by Section 173 of the Companies Act, 1956

### Item No. 6 :

The Board of Directors of the Company at their meeting held on 27th July, 2001 appointed Ms. Anima B. Kapadia as a Additional Director of the Company under Article 135 of the Articles of Association of the Company and under Section 260 of the Companies Act, 1956 and pursuant to that she holds office upto the date of this Annual General Meeting. As required under Section 257 of the Companies Act, 1956 notices have been received from some members along with deposit of Rs. 500/- each signifying there intention to propose her appointment as director of the Company. Ms. Anima B. Kapadia have filed with the Company her consent under the provision of Section 264 (1) of the Companies Act, 1956 to act as director of the Company, if appointed.

Ms. Anima B. Kapadia is an Advocate and Solicitors of good standing and is a partner of the Company's Solicitors firm, M/s. Daphatary Ferreira & Divan, Mumbai. She is also a Director on the Board of M/s. Lucid Colloids Ltd.

Except Ms. Anima B. Kapadia, no other Director of the Company is concerned or interested in this resolution.

### Item No.7 :

Pursuance to the provisions of Section 228 of the Companies Act, 1956 it is proposed that the Accounts of some of the Branches of the Company may be audited otherwise than by Company's Statutory Auditors. Hence, the Company in General Meeting is required to authorise the Board of Directors to appoint such person or persons Pursuant to the provisions of Section 228 of the Companies Act, 1956 who are qualified for appointment as Auditors of the Company under Section 226 and/or 228 of the said Act for auditing the accounts of the Company's branches otherwise than by Company's auditors in consultation with Company's Auditors.

None of the Directors of the Company is concerned or interested in this Resolution.

By Order of the Board of Directors,  
**NARENDRA R. JAIN**  
Company Secretary

### Registered Office:

Construction House,  
5, Walchand Hirachand Marg,  
Ballard Estate, Mumbai - 400 001.  
Dated : 13th August, 2001.



## DIRECTORS' REPORT

TO

THE MEMBERS,

Your directors are pleased to present to you the Annual Report on the business operations of the Company, together with the audited statement of accounts, for the Financial Year ended 31st March, 2001.

### FINANCIAL RESULTS:

		This Year		Previous Year	
		Rs.	Rs.	Rs.	Rs.
THE NET PROFIT IS	:		5,30,41,022		3,80,46,319
After providing for					
i) Depreciation	:	1,49,03,976		1,41,79,739	
ii) Taxation for the year	:	3,53,00,000		2,25,00,000	
iii) Taxation of earlier years	:	32,00,000		NIL	
Add: Balance Brought Forward from last year	:		6,26,27,568		5,94,76,090
<b>Surplus available for allocation</b>	:		<b>11,56,68,590</b>		<b>9,75,22,409</b>
<b>ALLOCATION :-</b>					
Proposed Dividend	:		1,16,27,310		89,14,271
Tax on Dividend	:		11,85,986		9,80,570
General Reserve	:		4,00,00,000		2,50,00,000
Surplus Carried to Balance Sheet	:		6,28,55,294		6,26,27,568
Total	:		<b>11,56,68,590</b>		<b>9,75,22,409</b>

### DIVIDEND :

Your Directors have recommended Dividend on 3,87,577 Equity Share of the Company of the face value of the Rs. 100/- each to the shareholders @ 25% (last year 23%) plus an additional 5% platinum Jubilee Dividend which aggregates to 30% (Rs. 30/- per share).

### FACTORIES/PROJECTS :

During the period under report the Company has closed its project at Bhubaneshwar. Thus the total number of factories/project establishments of the Company as at the end of period under report was 38.

### HIGHLIGHTS OF WORKING:

Following are the Highlights of working of your Company during the year under report:

#### (A) Water Supply and Sewerage Projects :

- (i) Some prominent Pipeline Project works **Successfully Completed** by your Company during the year are -
  1. Water Supply Project to K. Paramathy Stage-I and Chidambaram Combined Water Supply Scheme of the value of Rs.8.80 Crores.
  2. Water Supply Schemes at various places against orders from Sri Satya Sai Central Trust, Puttaparthi, Andhra Pradesh of the total value of Rs.7.75 Crores.
  3. The Panchayat Raj RWS Project, Nizamabad of the total value of Rs.7.58 Crores.
  4. Nanguneri Water Supply Scheme of TWAD Board, Madurai of the value of Rs.7.36 Crores.
  5. Vellakoil-II Water Supply Scheme of TWAD Board, Coimbatore of the value of Rs.5.74 Crores.
  6. Mandya Water Supply Scheme Reaches-I, II and III for Karnataka Urban Water Supply & Drainage Board of the value of Rs. 5.11 Crores.



## DIRECTORS' REPORT

7. Santhakulam Combined Water Supply Scheme of TWAD Board, Madurai of the value of Rs.5.03 Crores.
  8. Water Supply Schemes of TWAD Board at Kadambur, Palayamkottai, Nagarcoil and Kollenkode, of the total value of Rs. 4.83 Crores.
  9. Malavali Water Supply Scheme (Reach-II) of Karnataka Urban Water Supply & Sewerage Board, Mysore of the value of Rs.1.50 Crores.
  10. For Hyderabad Metropolitan Water Supply & Sewerage Board, Feeder Main works at Veerappagadd and Borabanda together valued at Rs.1.28 Crores.
- (ii) Company's work on many Pipeline Projects are **Progressing Well and/or Nearing Completion** and the noteworthy amongst them are -
1. The Turnkey Project for Combined Water Supply to Thuraiyur for TWAD Board, Trichy valued at Rs. 21.80 Crores.
  2. Kadayannallur, Namthode and Rishivandiyam Water Supply Schemes from M/s Larsen & Toubro Ltd. of the Value of Rs. 17.44 Crores.
  3. Augmentation of Ambejogai Water supply Scheme (Manjara Dam Source) of Maharashtra Jeevan Pradhikaran Works Divn., of the value of Rs.17.01 Crores.
  4. Tuticorin Water Supply Improvement Scheme of TWAD Board, Madurai of the value of Rs.15.03 Crores.
  5. Ashti Lift Irrigation Scheme of Maharashtra Krishna Valley Development Corporation, Pandharpur Division of the value of Rs. 14.80 Crores.
  6. Nimgaona Water Supply Scheme of Maharashtra Jeevan Pradhikaran, Ahmednagar Division of the value of Rs. 10.66 Crores.
  7. TWAD Board projects for Water Supply Schemes at Allapuram, Myladuthurai, Kollidam and Thiruthani from M/s Larsen & Toubro Ltd., Chennai of the value of Rs.9.40 Crores.
  8. Panchayat Raj Department of Andhra Pradesh for Bhagapuram Water Supply Scheme at Vizianagaram of the value of Rs.8.28 Crores.
  9. Permanent Water Supply Scheme to Nardhana Central Growth Centre of MIDC, Dhule of the value of Rs. 4.98 Crores.
  10. Augmentation to Deolali Water Supply Scheme of Maharashtra Jeevan Pradhikaran, Ahmednagar Division of the value of Rs. 4.75 Crores
  11. Ariyalur Water supply scheme of TWAD Board of the value of Rs 4.66 Crores.
  12. Water Supply Scheme to K. Paramathi Stage-II of TWAD Board of the value of Rs.4.39 Crores.
  13. The Scheme of U.P.Jal Nigam at Agra of the value of Rs.4.19 Crores.
  14. Yousufguda K51/28 sewer Line work for Hyderabad Metroplitan Water Supply & Sewerage Board of the value of Rs. 2.58 Crores.
  15. Alendur Municipality Sewerage Pipeline work as per order from M/s IVRCL Infrastructures & Projects Ltd. of the value of Rs. 2.50 Crores.
  16. Kurnool Water Supply Scheme for the Public Health Engineering Department, Ananthpur of the value of Rs. 1.98 Crores.
- (iii) Some of the New Orders secured by your Company during the year are -
1. Water Supply Schemes to Avaniapuram, Senkottai and Andimadam from TWAD Board of the total value of about Rs. 48.05 Crores.
  2. Water Supply Scheme under Fluoride Control Project for Ajmer District from PHED, Ajmer of the value of about Rs. 12.28 Crores.
  3. Water Supply Pipeline work (2 Slices) from Singapur to Lingampally of Hyderabad Metropolitan Water Supply & Sewerage Board, Hyderabad of the value of Rs.10.67 Crores.



## DIRECTORS' REPORT

4. For Purandar Lift Irrigation Scheme of Maharashtra Krishna Valley Development Corporation order from M/s IVRCL Infrastructures & Projects Ltd., of the value of about Rs.7.29 Crores.
5. Comprehensive Water Supply Scheme to Pattancheru from Panchayati Raj Department, Sangareddy of the value of about Rs.6.62 Crores.
6. Water Supply Scheme to Tuticorin Port Trust of TWAD Board of the value of about Rs.4.21 Crores.
7. Habsiguda Sewer Main Slice-2 in Upptal Kalan Municipality from Hyderabad Metropolitan Water Supply & Sewerage Board, Hyderabad of the value of about Rs.2.16 Crores.
8. Work of rectification of PSC Pipeline joints at Tumkur as per order from Karnataka Urban Water Supply and Drainage Board, Bangalore of the value of Rs.1.81 Crores.

### (B) POWER PROJECTS :

- (1) The work of fabrication and erection of Penstock Specials for Khopoli Power Station of M/s Tata Power Co.Ltd. of the value of Rs. 1.47 Crores has been completed
- (2) 95% of the work of fabrication and erection of Penstocks for Nathpa Jhakri Hydro Electric Project in Himachal Pradesh from NATHPA JHAKRI JOINT VENTURE ( NJJV ), of the value of Rs.13.12 Crores has already been completed and the balance work is expected to be completed before August 2001, except the finishing work.

### (C) RAILWAY SLEEPERS :

Manufacture and supply of PSC sleepers for Central Railway against their order is in progress. As on 1st April, 2001 the balance quantity still to be supplied was 64,000 sleepers. No fresh orders were received from Railways during the year under report. The Company expects to receive the International Standard I.S.O.9002 Certification for PSC Railway Sleepers manufactured by the Company before the end of this Calander year.

### (D) BAR WRAPPED STEEL CYLINDER PIPES ( BWSC PIPES ) :

Since the introduction of the Bar Wrapped Steel Cylinder Pipes (BWSC Pipes), the total value of Orders secured by the Company for this product has touched the figure of Rs.13 Crores.

Further, with a view to facilitate the various Authorities/Departments to consider the advantages of BWSC Pipes for their Water Supply Schemes, the Bureau of Indian Standard has decided to bring out an I. S. Specification for this product. This is likely to be published and made available for use within few months since the "Draft" of the same has already been circulated to the Authorities.

Early this year, your Company secured the order against the Tender floated by Maharashtra Jeevan Pradhikaran, Latur Division for BWSC Pipes of the value of Rs.65 lakhs and the same has already been successfully completed.

A further order for BWSC Pipes worth Rs.1.08 Crores for Samalkot Combined Cycle Power Plant received from M/s SEW Constructions Ltd., Hyderabad is under execution.

### DEVELOPMENT OF REAL ESTATE :

- 1) The Company in the year 1992 entered into a Development Agreement in respect of one of its lands bearing C.S.No.357 situated at Antop Hill, Wadala, but the same could not proceed further due to various reasons. Thereafter the Company had several discussions with the Developers and on 29th March, 2001 the Company signed a Supplemental Agreement with the Developers. As per this Agreement the Company would be entitled to receive monetary consideration of Rs.4.60 Crores in lieu of previously agreed its right to receive constructed area of flats admeasuring in agreegate 27520 sq. ft. in a building to be constructed by the Developers and to be handed over to the Company. Out of the total agreed consideration of Rs.4.60 Crores, the Company has received Rs. 2.30 Crores on 29th March, 2001 and further Rs.2 Crores are to be received within 7 days of the receipt of 37-I NOC u/s 269 UD of The Income Tax Act, 1961 and the balance Rs. 30 lakhs on or before 28th February, 2002. This transaction is likely to be completed during the Financial year 2001-2002.
- 2) The Company has entered into a Memorandum of Understanding ( MOU ) on 31st, July 2001 with a leading Real Estate Developer of Mumbai in respect of entering into a Development Agreement of its factory land admeasuring about 48685.88 sq. mtrs. situated at Antop Hill, Wadala for a total consideration of Rs.39 Crores. This factory was lying closed for quite some time and all the plant & machinery etc. thereof had either been shifted to other factories of the Company or disposed off. All