



***Integrated
Thermoplastics
Limited***

Report  junction.com

5th Annual Report
1998-1999

INTEGRATED THERMOPLASTICS LIMITED**BOARD OF DIRECTORS**

MR.S.P.Y. REDDY	CHAIRMAN & MANAGING DIRECTOR
MR. S.VENKAT REDDY	DIRECTOR
MR. Y. RAMA RAO	DIRECTOR
MR. S.V. RAGHU	DIRECTOR

FUNCTIONAL HEADS

i) MR. D. RAJA RAO	FINANCE, ACCOUNTS & SECRETARIAL
ii) MR. A.V. PHILLIPS	PRODUCTION & PLANT
iii) MR. K. SATYA REDDY	MARKETING & SALES

REGISTERED OFFICE & WORKS

SURVEY NO.375,
MANOHARABAD (V)
TOOPRAN (M)
MEDAK (DIST.) - 502 334 (A.P.)

ADMN. & CORPORATE OFFICE

701, 7TH FLOOR, PAIGAH PLAZA
BASHEERBAGH
HYDERABAD - 500 063

STATUTORY AUDITORS

M/s. SHARP AND TANNAN
CHARTERED ACCOUNTANTS
SUITE "H" SURYA TOWERS 5TH FLOOR
SARDAR PATEL ROAD
SECUNDERABAD - 500 003

BANKERS

THE DHANALAKSHMI BANK
LIMITED
4-1-353/A, 1ST FLOOR
ABIDS ROAD
HYDERABAD- 500001

LISTED AT:

- I. THE HYDERABAD STOCK
EXCHANGE LTD.,
3-6-275, HIMAYATHNAGAR
HYDERABAD - 500 029
- II. THE STOCK EXCHANGE MUMBAI
PHIROZE JEEJEEBHOY TOWERS
MUMBAI - 400 001

**REGISTRARS &
SHARE TRANSFER AGENTS**

M/s. KARVY CONSULTANTS
LIMITED
KARVY HOUSE
46, AVENUE 4, STREET NO.1
BANJARA HILLS
HYDERABAD - 500 034

INTEGRATED THERMOPLASTICS LIMITED**INTEGRATED THERMOPLASTICS LIMITED**

SURVEY NO.375, MANOHARABAD (V) TOOPRAN (M), MEDAK DIST., (A.P.)

NOTICE

Notice is hereby given that the FIFTH Annual General Meeting of the members of INTEGRATED THERMOPLASTICS LIMITED will be held on Thursday the 30th September, 1999 at Survey No.375, Manoharaband (V), Toopran (M), Medak District at 3:00 PM to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March ,1999 and Balance Sheet as at 31st March, 1999 and the Reports of Auditors and Directors thereon.
2. To elect a Director in place of Shri S. Venkat Reddy, who retires by rotation and being eligible, offers himself for reappointment.
3. To elect a Director in place of Shri Y. Rama Rao, who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint Auditors in place of the retiring Auditors M/s. Sharp & Tannan, Chartered Accountants, who expressed their unwillingness to continue as auditors. In this connection to consider and if thought fit to pass with or without modifications the following resolution as ordinary resolution.

"RESOLVED THAT Mr. M. Thirupalu Reddy, Chartered Accountant, Hyderabad be and is hereby appointed as the Auditor of the Company to hold office from the conclusion of this meeting till the conclusion of the next Annual General Meeting of the Company on a remuneration to be decided by the Board of Directors at a subsequent date."

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy instead of himself and such proxy need not be a member of the company. A proxy to be effective has to be received by the company at its registered office not later than 48 hours before the meeting.
2. The Register of members and share transfer books of the company will remain closed from Tuesday the 21st September, 1999 to Thursday the 30th September, 1999 (Both days inclusive)

BY ORDER OF THE BOARD

Place : Hyderabad.

Date : 8th September, 1999

S.P.Y. REDDY
Chairman.

INTEGRATED THERMOPLASTICS LIMITED**DIRECTOR'S REPORT**

To

The Members.

Your Directors have pleasure in presenting the Fifth Annual Report of the company and the Audited results for the year ended 31st March, 1999.

FINANCIAL RESULTS :**(Rupees in lacs)**

	<u>1998-99</u>	<u>1997-98</u>
SALES	1258.85	433.28
OTHER INCOME	29.55	2.49
PBDIT	(158.12)	(90.11)
DEPRECIATION	31.89	12.61
INTEREST	90.31	109.01
MISC EXP. WRITTEN-OFF	10.08	10.08
PROFIT/LOSS BEFORE TAX	(290.40)	(215.22)
PROFIT/LOSS AFTER TAX	(290.40)	(215.22)

REVIEW OF OPERATIONS :

The company during the year under review, has actually improved its performance and achieved good results. On the advise of the Auditors and Consultants it has completely written off the pre-operative expenditure pertaining to the HDPE & CPVC operations, existing in the accounts for allocation for a long time to the tune of Rs.193.54 lakhs against its current year sales revenue owing to various technical reasons. Consequently the operating loss has gone up to the level of Rs.290.40 lakhs.

It has fared well, infact, by taking the sales graph from Rs.433.28 lakhs of previous year to Rs.1258.85 lakhs of current year, under the dynamic leadership of the newly inducted Directors into the Board during the last year.

INTEGRATED THERMOPLASTICS LIMITED**PRESENT POSITION AND FUTURE OUTLOOK :**

The company is having many bulk orders on hand for its PVC Pipes from various private dealers, the state and Central Govt. Agencies. Its product price is very reasonable and competitive. Your Directors are designing various creative strategies for augmentation of its market share to an optimum degree, causing huge profits in the future. As the current trend in the market for the PVC products is very encouraging, many attractive schemes for marketing your companies products are on the anvil, by virtue of its unique brand equity in PVC Pipes line.

FIXED DEPOSITS :

Your company has not accepted any deposits from the public which fall under Section 58 (A) of the Companies Act, 1956 during the year under review.

DIRECTORS :

Sri S.Venkat Reddy, Director of the company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

Sri Y.Rama Rao, Director of the company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

AUDITORS :

The existing Statutory Auditors M/s. Sharp & Tannan, Chartered Accountants, who retire at the conclusion of the ensuing Annual General Meeting have expressed their unwillingness to continue as Auditors of the Company. The Board has accepted their proposal to leave from the post and acknowledged the meritorious services rendered by them to your company.

The Board has proposed the name of Mr. M. Thirupalu Reddy, Chartered Accountant, for appointment as the Statutory Auditor of the company for the ensuing year. The members are requested to pass the resolution as set out in the notice with or without modification.

Mr. M. Thirupalu Reddy, Chartered Accountant, has given his consent and to this effect furnished a certificate stating that his appointment, if made, will be within the limits laid down under Section 224 (1B) of the Companies Act, 1956.

PERSONNEL :

During the year under review the company has maintained a very good cordial relationship with its workers and staff of the Organisation. The industrial relations at all levels is highly satisfactory.

INTEGRATED THERMOPLASTICS LIMITED**PARTICULARS OF EMPLOYEES UNDER SECTION 217 2(A) OF COMPANIES ACT 1956**

During the year, no employee was in the receipt of a remuneration which in the aggregate was Rs.6,00,000/- per annum or more nor was part of the year at the rate of Rs.50,000/- per month or more as stipulated under Section 217 2(A) of the Companies Act, 1956.

Y2K PREPAREDNESS:

The company has already geared up itself to face the millinium Y2K bug by changing its computer systems suitably, so as to become a Y2K compliant and it has also designed contingency plans to face any unknown problem from the computer side in the future.

The expenditure for achieving Y2K compliance is not significant.

CONSERVATION OF ENERGY , TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND EXPENDITURE :

Information on conservation of energy, technology absorption, foreign currency earnings and outgo as required under Section 217 (1) (e) of the Companies Act, 1956, is set out in Annexure which forms part of this report.

ACKNOWLEDGMENT:

Your Directors wish to place their sincere gratitudes to the Government of India, Government of Andhra Pradesh ,The Dhanalakshmi Bank Limited,Company's Dealers, Suppliers, Customers and Emplpyoees for their whole-hearted cooperation extended to the company during the year under review

For and on behalf of the Board

Place : Hyderabad

Date : 8th September, 1999

S.P.Y. REDDY
Chairman

INTEGRATED THERMOPLASTICS LIMITED**ANNEXURE TO THE DIRECTORS' REPORT FOR THE YEAR 1998 - 99**

Statement under the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988.

Conservation of Energy

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|--|----------------|
| <ol style="list-style-type: none"> 1. Energy Conservation measures taken. 2. Additional Investments and proposals, if any, implemented for reduction of consumption of energy. 3. Impact of the measures at (1) and (2) above for reduction of energy consumption and consequent impact of the cost of production of goods. | <p>- NIL -</p> |
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**ANNEXURE
FORM - A**

**FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT
TO CONSERVATION OF ENERGY**

	For the year ending <u>31.03.1999</u>	For the period ending <u>31.03 1998</u>
A. Power & Fuel Consumption		
1. Electricity		
a. Purchased		
Units (Nos)	7,44,455	3,74,236
Total Amount (Rs.)	31,79,843.00	15,64,308.00
Cost/Uni (Rs.)	4.27	4.18
B. Own Generation		
i. Through diesel generator		
Units (Nos)	85,983	81,922
Total Amount (Rs.)	2,54,512.00	5,05,057.00
Cost per Unit (Rs.)	2.90	2.96
ii. Through steam turbine/generator		
Units	Nil	Nil
Total Amount	Nil	Nil
Cost per Unit	Nil	Nil

INTEGRATED THERMOPLASTICS LIMITED

	For the year ending 31.03.1999	For the period ending 31.03 1998
2. Furnace Oil		
Quantity Tonnes	Nil	Nil
Total Amount	Nil	Nil
Average	Nil	Nil
3. Others/Internal Generation		
Quantity Tonnes	Nil	Nil
* Total Amount	Nil	Nil
Average	Nil	Nil
C. Consumption per unit of production Standards (if any)		
Electricity (Unit)	Nil	Nil
Furnace oil/unit	Nil	Nil
FORM B		
(See Rule 2)		
Form of Disclosure of Particulars with respect to Absorption		
	For the year ending 31.03.1999	For the period ending 31.03 1998
Research and Development (R & D)	Nil	Nil
Technology Absorption Adaptation and Innovation	Nil	Nil
Foreign Exchange Earnings and outgo :	Nil	Nil

INTEGRATED THERMOPLASTICS LIMITED**AUDITORS' REPORT**

To
The Members of
INTEGRATED THERMOPLASTICS LIMITED.,
Survey No.375
Manoharabad (V) Toopran (M)
MEDAK DISTRICT - 502 334 (A.P.)

We have audited the attached Balance Sheet of M/s. INTEGRATED THERMOPLASTICS LIMITED, as at 31st March 1999 and the annexed Profit and Loss Account of the Company for the year ended on that date. In accordance with the provisions of Section 227 of the Companies Act, 1956, we report as under:

1. As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board under Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure to our report on the matters specified in paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to in paragraph 1 above
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
 - c) the said Balance Sheet and Profit and Loss Account referred to in this report are in agreement with the books of account ;
 - d) in addition to our observations in para 20 of annexure to the Auditors' Report , attention is invited to notes 1 and 2 of Schedule 18 (B) regarding the company becoming a sick industrial company within the meaning of clause (o) of sub-section (1) of Section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985;
 - e) the said Profit and Loss Account and Balance Sheet comply with the Accounting Standards referred to section 211 (3C) of the Companies