

JEET MACHINE TOOLS LTD



21ST ANNUAL REPORT 2004 - 2005

JEET MACHINE TOOLS LTD

BOARD OF DIRECTORS

JAGJIT SINGH CHAWLA

AJIT SINGH CHAWLA

KULWANT SINGH KOHLI

N.K MANSINGHKA

AUDITORS

J.S BHATIA & CO.
CHARTERED ACCOUNTANTS
14/15, ASHOKA CENTRE,
2ND FLOOR,
LOKMANYA TILAK MARG,
MUMBAI – 400 001.

BANKERS

PUNJAB & SIND BANK.
BHARAT OVERSEAS BANK LTD.
JAMMU & KASHMIR BANK LTD.
STATE BANK OF INDIA.

REGISTERED OFFICE

25, AMBALAL DOSHI MARG,
(HAMAM STREET) FORT,
MUMBAI – 400 023.

:: 2004 – 2005 ::



Jeet Machine Tools Limited

Regd. Office : 25, Ambalal Doshi Marg, (Hamam St.), Fort, Mumbai - 400 023. INDIA

Phone : 563 563 563 / 2265 1944 • **Fax :** (91-22) 2265 5782 / 2218 5990

Website : www.jeetmachinetools.com • **E-mail :** jmtltd@eth.net • jameetchawla@hotmail.com

NOTICE

NOTICE IS HEREBY GIVEN THAT the 21st Annual General Meeting of the Members of **JEET MACHINE TOOLS LIMITED** will be held on Thursday, 29th September 2005 at 1:00 P.M at 25, Ambalal Doshi Marg, Hamam Street, Fort, Mumbai -400 001 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Statement of Accounts for the year ended 31st March 2005 and Balance Sheet as on that date along with the Reports of Directors and Auditors thereon.
2. To appoint Director in place of Mr. Jagjit Singh Chawla, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Director in place of Mr. Kulwant Singh Kohli, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. J. S. Bhatia & Co., Chartered Accountants, the retiring Auditors as Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting of the Company and to fix their remuneration.

By order of the Board

Place: Mumbai

Dated: 25th August 2005

DIRECTOR

Registered Office:

25, Ambalal Doshi Marg,
(Hamam Street), Fort,
Mumbai - 400 023.

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND, TO VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. Proxies, if any, in order to be effective must be received at the Company's Registered Office not later than 48 hours (fortyeight hours) before the time fixed for holding the meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, 28th September 2005 to Thursday, 29th September 2005 (both days inclusive).
4. Shareholders are requested to forward their queries on the Accounts for the financial year ended 31st March, 2005 to the Registered Office of the Company at least 10 days in advance to enable the Company to keep the information ready at the meeting.
5. The Annual Reports and Attendance slips will not be distributed at the Annual General Meeting. Shareholders are requested to bring the same along with them.



By order of the Board

Place: Mumbai
Dated: 25th August 2005
Registered Office:
25, Ambalal Doshi Marg,
(Hamam Street), Fort,
Mumbai – 400 023.

DIRECTOR



Jeet Machine Tools Limited

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DIRECTORS' REPORT

Dear Members,

The Directors have pleasure in presenting their 21st Annual Report on the business operations of the Company alongwith the Statement of Audited Accounts for the year ended 31st March 2005.

Financial Results:

Particulars	(Amt. in Rs)	
	Year Ended 31 st March 2005	Year Ended 31 st March 2004
Total Income	87,70,098	50,27,637
Profit before Interest, Depreciation & Taxation	50,92,683	27,18,291
Less: Interest	2,49,277	78,922
Profit before Depreciation & Tax	48,43,406	26,39,369
Less: Depreciation	2,88,456	1,13,057
Profit/ (Loss) before Tax	45,54,950	25,26,312
Less: Provision for Tax	7,98,971	5,40,574
Net Profit/ (Loss) after Tax	37,55,979	19,85,738
Add: Balance brought forward from last year	1,38,16,704	1,19,16,875
Add: Excess/ (short) provision for tax	0	(85,909)
Add: Net Deferred tax liability on transitional provision	0	0
Balance carried forward to Balance Sheet	1,75,72,683	1,38,16,704

Year Under Review:

During the year under review, total revenue of the company has increased to Rs.87,70,098/- as compared to Rs.50,27,637/- in the previous year. Profit before Interest, Depreciation and Taxation stood at Rs. 50,92,683/-. After providing for Interest and depreciation of Rs. 2,49,277/- & 2,88,456/- respectively, the Company has registered Net profit of Rs.45,54,950/- before tax. After making necessary provisions for Taxation, Net Profit after tax stood at Rs. 37,55,979/- as against the Profit of Rs. 19,85,738/- in the previous year.

The Company has carried forward Rs. 1,75,72,683/- after adjusting balance brought forward from the previous year to the Balance Sheet.

Barring unforeseen circumstances, the Directors of your company are confident of achieving better results in the ensuing year.

Dividend:

Your Directors are of the view that to conserve liquidity and to plough back the entire profit available for appropriation for the year under review. Your Directors do not recommend any dividend for the year ended 31st March, 2005.

Directors' Responsibility Statement:

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors confirm the following:

- In the preparation of the annual accounts, the applicable standards have been followed.
- Your Directors have 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 at the end of the financial year and of the profit of the Company for that year.
- Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- Your Directors have prepared the attached Statement of Accounts for the year ended March 31, 2005 on a going concern basis.

Directors:

Mr. Jagjit Singh Chawla & Mr. Kulwant Singh Kohli, Directors of the Company, retire by rotation at forthcoming Annual General Meeting and being eligible offers themselves for re-appointment. Your Board recommends their re-appointment.

Mr. Kewal Krishan Agarwal, has resigned as a Director of the Company with effect from 28th May 2005. The Board places on record their appreciation for the valuable services rendered by Mr. Kewal Krishan Agarwal during his tenure as Director of the Company.

Auditors:

M/s. J. S. Bhatia & Co., Chartered Accountants, Auditors of the Company retire at the ensuing Annual General Meeting and are eligible for re-appointment. The Company has received a certificate from the Auditors to the effect that their appointment, if made, would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956. The members are requested to appoint the Auditors and authorise the Board to fix their remuneration.

Auditors' Report:

Observations made in the Auditors' Report are self-explanatory and therefore, do not call for any further comments under Section 217(3) of the Companies Act, 1956.

Secretarial Compliance certificate:

Secretarial Compliance Certificate as required under section 383A(1) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 2000 issued by M/s Rathi & Associates, Company Secretaries is attached herewith.

Fixed Deposits:

The Company has not accepted or renewed any deposit from public during the year under review.

Particulars of Employees:

During the year under review, none of the employees of the Company was in receipt of remuneration aggregating Rs.24,00,000/- or more per annum, if employed throughout the year, or Rs.2,00,000/- or more per month, in case employed for part of the year. Hence, there are no particulars to be annexed to this report as required under Section 217 (2A) of the Companies Act, 1956 and the rules made thereunder.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings And Outgo:

The requirements of disclosures in terms of Section 217 (1) (e) of the Companies Act, 1956, read with the Companies (Disclosures of the Particulars in the Report of the Board of Directors) Rules, 1988 pertaining to the conservation of energy and technology absorption are not applicable to the Company due to the very nature of the industry in which it operates.

During the year under review, the foreign exchange earnings of the company amounted to Rs. 31,16,673/- (Previous year Rs. 18,76,620/-).

Acknowledgements:

The Directors wish to express their gratitude to the bankers, clients and all the business associates for their continuous support to the Company and to the Shareholders for the confidence reposed in the Company's management. The Directors also convey their appreciation to the employees at all levels for their enormous personal efforts as well as collective contribution.

For and on behalf of the Board

Place: Mumbai

Dated: 25th August, 2005

Director

Director

J. S. BHATIA & CO.
CHARTERED ACCOUNTANTS

14/15, Ashoka Centre,
2nd Floor, Lokmanya Tilak Marg,
Mumbai - 400 001.
Tel. : Office : 2267 5066 / 2267 5067
Fax : 2269 2994
Resi. : 2620 2207 / 2620 3849
E-mail : jaipalsb@bom3.vsnl.net.in

AUDITOR'S REPORT

We have audited the attached Balance Sheet of M/S JEET MACHINE TOOLS LTD., as at 31st March 2005 and also the Profit and Loss Account for the year ended on that date and cash flow statement 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 on our audit.

We conducted our audit in accordance with 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 misstatements. 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.

As required by the Companies (Auditor's Report) Order, 2003, (the Order) issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that :

- i) 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.
- ii) 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 those books.
- iii) The Balance Sheet, Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
- iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.

J. S. BHATIA & CO.
CHARTERED ACCOUNTANTS

Tel. : Office : 2267 5066 / 2267 5067
Fax : 2269 2994
E-mail : jaipalsb@bom3.vsnl.net.in

- v) On the basis of written representations received from the directors as on March 31, 2005 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2005 from being appointed as a director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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 :
- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2005.
- b) In the case of Profit & Loss Account, of the Profit for the year ended on that date;
- c) In the case of cash flow statement, of the cash flows for the year ended on that date.

For J. S. BHATIA & CO.,
CHARTERED ACCOUNTANTS.

PLACE : MUMBAI

J. S. BHATIA

DATE : 25/08/2005

PROPRIETOR