



KLK

KLK ELECTRICAL LIMITED



27th ANNUAL REPORT
2007-2008



BOARD OF DIRECTORS

Shri.V.Lavakumar	Chairman & Managing Director
Shri.J.M.Menezes	Director
Shri.John.B.Thangasamy	Director

Auditors M/s.N.Subramanian
Chartered Accountant,
81, Greems Road, Chennai-6.

Registered & Admin. Office 64 (New No.) 8th Cross Street,
West Shenoy Nagar,
Chennai 600 030.

Share Transfer Agency M/s.Cameo Corporate Services Ltd.,
'Subramanian Building'
No.1, Club House Road,
Chennai 600 002.

Listing on Stock Exchanges a)Bombay Stock Exchange Ltd
P.J.Towers, Dalal Street,
Mumbai-400 001.

b)Madras Stock Exchange Ltd.,
Exchange Building,
11, Second Line Beach,
Chennai 600 001.

NOTICES

Notice is hereby given that 27th Annual General Meeting of KLK ELECTRICAL LIMITED will be held at the Registered Office on Saturday, the 27th Day of September 2008 at 3.00 p.m. to transact the following business:

Ordinary Business

1. To receive and adopt the Profit & Loss account for the year ended 31st March 2008 the Balance Sheet as on that date and the Report of the Directors and Auditors thereon.
2. To appoint director in place of Shri.J.M.Menezes who retires by rotation, and being eligible, offer himself for re-appointment.
3. To appointment Auditor and to fix their remuneration.

For & on behalf of the Board of Directors,

Place : Chennai

Date : 24th May 2008

(Sd/-) V.Lavakumar
Chairman & Managing Director

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PROXY, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

2. The Register of Members and Share Transfer Books of the Company will remain closed from 26th September 2008 to 27th September 2008 (both days inclusive).
3. Member / Proxy holder must bring the attendance slip to the meeting and hand it over at the entrance duly signed

DIRECTOR'S REPORT TO THE MEMBERS

The Directors have pleasure in placing before you the Twenty Seventh Annual Report and the Audited accounts for the year ended 31st March 2008.

1. OPERATIONS:

Particulars	31.03.2008 (Rs. in Lakhs)	31.03.2007 (Rs. in Lakhs)
Sales	43.34	NIL
Service Charges	28.65	NIL
Other Income	1.77	.45
Profit/ (Loss) Before Dep. & Tax	0.23	(1.41)
Depreciation	.09	NIL
Profit/ (Loss) After depreciation	0.14	(1.41)
Provision for Taxation	NIL	NIL
Profit After tax	0.14	(1.41)
Investment allowance reserve	NIL	NIL
Transferred to General Reserve	NIL	NIL
Provision for divided	NIL	NIL
(Loss) Balance C/F to next year	(68.74)	(68.88)

2. PERFORMANCE REVIEW:

During the financial year under review the performance of the Company was satisfactory. The company was able to do a turnover of Rs.73.76 lakhs as against the previous year turnover of Rs.45,190 only and earned an profit before tax of Rs.14,344 as against the previous year loss of Rs.1.41 lakhs.

Your Directors are initiating necessary steps to revive the business of the Company either by merger or amalgamation.

3. DIVIDEND:

The Directors have not recommended any dividend to the members due to the appropriation of current year profits with the accumulated losses of the previous years.

4. PERSONNEL

During the year, there was no employee in respect of whom information as per Section 217(2) of the Companies Act, 1956 is required to be given in the Director's Report.

5. PARTICULARS AS REQUIRED UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956

As the company has not carried on any major manufacturing activity during the year under review, there is no matter to report under the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure) Rules, 1988 with regard to conservation of energy. There is no foreign exchange earning and out-go.

TECHNICAL ABSORPTION

The company has entered into Technical collaboration with M/s.Elin Union, Austria.

- a) Technology Imported : Load Break switch and off load isolators.
- b) Year of Import : Agreement 1984 extended for a further period of six years from 1999.
- c) Has technology been fully absorbed : Yes

6) DEPOSITS:

The company has not accepted any fixed deposits during the year under review.

7) CORPORATE GOVERNANCES :

As the paid up capital of the Company is less than 3 crores reporting on corporate governance does not apply to the company.

8) DIRECTOR

Shri.J.M.Menezes, who retires by rotation at the conclusion of this General Meeting have expressed her desire to seek reappointment. Since her knowledge and experience in the Industry will be of help, she is being proposed again for a further term.

9) AUDITORS

The retiring auditor, Mr.N.Subramanian, Chartered Accountant, who retires in the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

10) REPLY TO REMARKS MADE BY THE AUDITORS IN THEIR REPORT:

a) With regard to point to III (8) of the Auditor's Report we state that the company has appointed an Internal Auditor during the current financial year 2008-09 commensurate with the size of the company.

b) with regard to point IV f (i) & (ii) of the Auditor's Report we state that

The Directors of your company had taken sincere efforts during the past several years to recover doubtful debts. A part of the said doubtful debts has been written off during the year against the profits earned and the balance will be written off in future years when the company makes profit.

The Company has already made necessary steps for getting confirmation for which the company had not received proper reply. However the company will make its best efforts to get the confirmation in time.

11) RESPONSIBILITY STATEMENT

The Directors confirm:

- (i) That in the preparation of final accounts, the applicable accounting standards had been followed:

(ii) That the board of directors had selected such accounting policies and applied them consistently and made judgements 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 or loss of the company for that period.

(iii) That the board of directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Company Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities:

(iv) That the board of directors have prepared the annual accounts on a going concern basis.

12) ACKNOWLEDGEMENT:

The Directors wish to record their appreciation for the co-operation of the Financial Institutions, Banks, Suppliers and Customers of the Company.

By the order of the Board

Place : Chennai
Date : 24.05.2008

(sd-) J.M.Menezes
Director

(sd-) V.Lavakumar
Chairman &
Managing Director

Compliance Certificate

Registration No. 18-008230
Authorised Capital: Rs. 200,00,000/-
To,
The Members,
M/s. KLK ELECTRICAL LIMITED

We have examined the registers, records, books and papers of M/s. KLK ELECTRICAL LIMITED (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2008. In our opinion and to the best of our information and according to the examinations carried out by us, information, explanations and declarations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year: -

1. The company had kept and maintained registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been recorded.

2. The company had filed forms and returns as stated in Annexure 'B' with the Registrar of Companies during the financial year under review at the time stated in the said annexure; but however the company had not filed Form 66 for the year 2007.

3. The company being a public limited company the applicability of Section 3(1)(iii) does not arise.

4. The Board of Directors met 7 (SEVEN) times on 30.04.2007, 31.07.2007, 31.08.2007, 05.09.2007, 07.09.2007, 31.10.2007 and 30.01.2008 in respect of which meetings the proceedings were recorded including the circular resolutions passed in the Minutes Book maintained for the purpose.

5. The company closed its Register of Members and/or Debenture Holders from 27.09.2007 to 28.09.2007 and has complied with the provisions of Section 154.