



14th Annual Report 1996-97

MD	<input checked="" type="checkbox"/>		BKC	<input checked="" type="checkbox"/>
CS	NA		DPY	NA
RO	<input checked="" type="checkbox"/>		DIV	NA
TRA	NA		AC	<input checked="" type="checkbox"/>
AGM	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	SHI	<input checked="" type="checkbox"/>
YE	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>		<input checked="" type="checkbox"/>

Suvarna
Cements Limited







Suvarna Cements Limited

SUVARNA CEMENTS LIMITED

Regd. Office: 6-3-661/4/3, Somajiguda, Hyderabad 500 082

PROXY FORM

I/We
 of
 in the District of
 being a member(s) of the above named Company, hereby appoint
 of
 in the district of as my/our proxy to attend and
 vote for me/us on my/our behalf at the Fourteenth Annual General Meeting of the Company to be held on Monday,
 the 29th day of September, 1997 at 10.00 A.M. and at any adjournment thereof.

Signature

Affix
Revenue
Stamp

Date

Folio No.

Note: Proxies must reach the Company's Registered Office not less than 48 hours before the time fixed for the meeting.

SUVARNA CEMENTS LIMITED

Regd. Office: 6-3-661/4/3, Somajiguda, Hyderabad 500 082

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.
 JOINT SHAREHOLDERS MAY OBTAIN ADDITIONAL ATTENDANCE SLIPS ON REQUEST.

NAME & ADDRESS OF THE SHAREHOLDER

FOLIO NO.

I hereby record my presence at the 14th ANNUAL GENERAL MEETING of the Company to be held at Hotel Deccan
 Continental, Sir Ronald Ross Road, Secunderabad 500 003 at 10.00 A.M. on Monday, the 29th day of September, 1997.

Signature of the Shareholder or Proxy



Suvarna Cements Limited

Board of Directors

Sri P. Punnaiah, *Chairman*

Sri A. Khandual

Sri D.V. Ratna Kishore

Sri B. Veerabhadra Rao

Sri M.N. Rao

Sri V.C. Brahmanna, *Managing Director*

Auditors:

M/s. K.S. Rao & Company

Chartered Accountants

Hyderabad

Cost Auditors:

M/s. Narasimha Murthy & Co.,

Cost Auditors

Hyderabad

Banker:

Canara Bank

Somajiguda

Hyderabad

Registered Office:

6-3-661/4/3

Somajiguda

Hyderabad-500 082

Administrative Office:

6-3-682

Panjagutta

Hyderabad-500 082

Works:

Mellacheruvu Village-508 246

Nalgonda Dist.

Andhra Pradesh


Suvama Cements Limited

Notice

NOTICE is hereby given that the Fourteenth Annual General Meeting of Suvama Cements Limited will be held on Monday, the 29th day of September, 1997 at Hotel Deccan Continental, Sir Ronald Ross Road, Secunderabad - 500 003, at 10.00 A.M. to transact the following business:

Ordinary Business:

1. To receive, consider and adopt audited Profit & Loss Account for the year ended 31st March, 1997 and Balance Sheet as at that date and the Report of the Directors' and of Auditors' thereon.
2. To appoint a Director in place of Sri P Punnaiah, who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri M N Rao, who retires by rotation, and being eligible, offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modifications, 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, the retiring Auditors, M/s. K.S. Rao & Company, Chartered Accountants, be and are hereby re-appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting upto the conclusion of the next Annual General Meeting of the Company, on such remuneration as may be determined by the Board of Directors in addition to travelling and other out of pocket expenses."

By order of the Board

Place: Hyderabad
Date : 27th August, 1997

V C Brahmanna
Managing Director

Notes:

- a. 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 proxy need not be a member of the Company.
- b. The instrument appointing proxy should be deposited at the Registered Office of the Company not less than 48 hours before the Commencement of the Meeting.
- c. The Register of Members and Share Transfer Register of the Equity Share holders will remain closed from 22-09-1997 to 29-09-1997 (both days inclusive).
- d. Members are requested to notify any change in their address immediately to the Company.
- e. Members are requested to bring their copies of Annual Reports and Accounts to the Meeting.



Suvama Cements Limited

Directors' Report

Your Directors have pleasure in presenting the Fourteenth Annual Report of Your Company together with the Audited Accounts for the year ended 31st March, 1997 and the Auditors' Report thereon.

Operations:

During the year under review your Company has produced 1,32,375 tonnes of Clinker, 91,543 tonnes of Cement and sold 91,771 tonnes of Cement as against 1,25,257 tonnes, 1,05,872 tonnes and 1,06,287 tonnes respectively during the previous year.

Financial Results:

The financial results for the year ended 31.3.97 are summarised below.

	Rs. in lacs	
	Current Year	Previous Year
Income (Sales and other income)	2,525.76	2,906.98
Profit before Interest and Depreciation	320.16	343.89
Interest	213.39	147.23
Depreciation	81.00	81.00
Net profit for the year	25.77	115.66
Prior period adjustments	0.92	57.11
Loss Brought forward	518.74	691.51
Loss carried to Balance sheet	492.05	518.74

Future outlook:

The cement market has been inconsistent resulting in considerable fluctuation in the prices. The cement prices, especially during the second half of the year under review touched the bottom line of the last three years. With the increase in the power tariff, prices of coal and freight charges, the profit margins got eroded during the second half of the year, inspite of reaching the targetted production and sales. However, from the month of April, 97 the prices of cement started picking up. Your company is confident of improving the profitability during the current year with further increase in production and improved efficiency in consumption of power and fuel.

Directors:

BIFR has withdrawn the nomination of Dr. B N Mani. Your Directors wish to place on record the appreciation for the guidance given by Dr. B N Mani during his tenure as the Director of the Company.

Sri P Punnaiah and Sri M N Rao who retire by rotation and being eligible, offer themselves for re-appointment.

Particulars of Employees:

There are no employees falling within the purview of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended by the Companies (Amendment) Act, 1988, during the year.

Particulars under Section 217(1)(e).

Particulars on Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as required to be disclosed in terms of Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988 is annexed hereto (Annexure A) which forms part of this report.

Auditors:

M/s K S Rao & Company, the Auditors of the Company retire at the conclusion of this Annual General Meeting and are eligible for re-appointment.

Acknowledgement:

Your Directors take this opportunity to place on record their sincere appreciation of the timely assistance and co-operation extended by the IDBI, IFCI, ICICI, Canara Bank, BIFR and various other Government Bodies, and look forward to receiving their continued support.

Your Directors also wish to place on record their appreciation of the services rendered and co-operation extended by the Workmen, Staff, Dealers, Customers and Others concerned.

For and on behalf of the Board

Place: Hyderabad
Date : 27th August, 1997

P. Punnaiah
Chairman