



K I N E T I C
T R U S T
L I M I T E D

VIIth
ANNUAL REPORT
1998-99

KINETIC TRUST LIMITED



KINETIC TRUST LIMITED**KINETIC TRUST LIMITED****BOARD OF DIRECTORS**

Vinod Bansal
Rajesh Arora
Ashok Juneja
Vinay Aggarwal

Director
Director
Director
Director

BANKERS

State Bank of Indore
Bank of America
Bank of Rajasthan

Bank of India
Bank of Baroda

AUDITORS

Kathpalia & Associates
304, Chanana Building,
2214, Gurudwara Road,
Karol Bagh, New Delhi - 110 005

LEGAL ADVISORS

Pramod Verma

REGISTERED OFFICE

974/3, Link Road,
Opp. Preet Palace,
Ludhiana - 141 002
Tel : 0161 403865, 406293
Fax : 403865

CORPORATE OFFICE

1406, Vikram Towers,
16, Rajendra Place,
New Delhi - 110 008
Tel : 573 9009, 578 3224,
575661, 575662, 575663
Fax : 575 0460
e-mail : kintrust@del2.vsnl.net.in

SHARE TRANSFER AND OTHER COMMUNICATIONS

Shares Department,
Kinetic Trust Limited,
1406, Vikram Tower,
16, Rajendra Place,
New Delhi - 110 008

INVESTORS GRIEVANCES

Mrs. Kiran Duggal
Compliance Officer,
Kinetic Trust Limited,
1406, Vikram Tower,
16, Rajendra Place,
New Delhi - 110 008

KINETIC TRUST LIMITED**NOTICE**

Notice is hereby given that Seventh Annual General Meeting of the Members of Kinetic Trust Limited will be held as scheduled below:

Day	:	Wednesday
Date	:	22nd September 1999
Time	:	11.00 a.m.
Place	:	D-185, Phase VI, Focal Point, Dhandari Kalan, Ludhiana.

to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March 1999, and Profit & Loss account for the year ended on that date together with the reports of the Board of Directors and Auditors thereon.
2. To appoint Directors in place of those retiring by rotation.
3. To appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company.

SPECIAL BUSINESS

4. To Change the Registered Office of the Company from Ludhiana, Punjab to Delhi and to consider and, if thought fit, to pass as an Special Resolution :-
"RESOLVED THAT subject to the confirmation of the Company Law Board and other authorities, the Registered Office of the Company be and is hereby shifted from State of Punjab to the National Capital Territory of Delhi and clause II of the Memorandum of Association of the Company be altered by substituting the words **State of Punjab** by the words **National Capital Territory of Delhi**."

For and on behalf of the Board

Place : New Delhi

Sd/-

Date : 25-8-1999

Vinod Bansal

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. Proxies in order to be effective must be received by the company not less than 48 hours before the meeting.
2. All the documents referred to in the accompanying Notice are open for inspection at the Registered Office of the company during office hours on all working days except Sundays and Holidays between 11.00 a.m. and 1.00 p.m. upto the date of this Annual General Meeting.
3. Members desiring any information on accounts etc. are requested to write to the Company at least 10 days in advance of the meeting so as to enable the Management to keep the information ready.
4. Members/Proxies should bring the Attendance Slip duly filled in for attending the meeting.
5. The Register of Members & Share Transfer Books will remain closed from 18th September 1999 to 20th September 1999 both days inclusive.
6. Shareholders are requested to intimate the Company for change of address, if any, immediately for updation of records.
7. No gifts will be distributed in the Annual General Meeting.

KINETIC TRUST LIMITED

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 :-

ITEM NO. 4

Since the Company is gradually embarking on large consultancy assignments expected in the coming years, the real thrust of consultancy will shift to the National Capital, where it is imperative to keep the total infrastructure concentrated in one place. The Board of Directors of your company proposes to shift the Registered Office of the Company from Punjab to Delhi.

It is desirable because of the following reasons also :-

- (a) to carry on its business more economically or more efficiently,
- (b) to attain its main purpose by new or improved means,
- (c) to enlarge or change the local area of its operation &
- (d) to bring in more transparency in the operations of the company.



KINETIC TRUST LIMITED**DIRECTOR'S REPORT**

Dear shareholder's
KINETIC TRUST LTD.
 Ludhiana.

Your directors have the pleasure in presenting their SEVENTH Annual Report on the business and operations of the company together with the audited annual accounts for the financial year ended 31st march, 1999.

FINANCIAL RESULTS

The financial results for the year under review are summarised for your consideration :

Particulars	Current Year (Rs. in Lacs)	Previous Year (Rs. in Lacs)
Sale	921.45	1,111.00
Profit before dep./amortisation	7.73	7.82
Dep./amortisation etc.	8.80	7.56
Balance of Profit & Loss A/c	4.86	5.97
Dividend	NIL	NIL

PERFORMANCE OF THE COMPANY

The turnover of the company declined during the current year in comparison to the previous year due to extremely poor conditions of the capital market for most part of the year. However, the company has continued to concentrate more on financial services and corporate consultancy on the basis of its professional strength including high grade consultancy to multinational companies which included RBI approvals, FIPB matters, Company law, Turnkey projects etc.

OUTLOOK FOR THE NEXT YEAR

In the next financial year although the company will try to go in fundamentally strong securities due to boom conditions in the market, in the long run the Company intends to go in Corporate Consultancy for major players in the new projects where there is a lot of scope because of enormous human resource potential of the Company.

REGISTERED OFFICE

The Board of Directors of your company proposes to shift the Registered Office of the Company from 974/3, Link Road, Opp. Preet Palace, Ludhiana, Punjab to 1406, Vikram Tower, Rajindra Place, New Delhi.

AUDITORS

M/s Kathpalia & Associates, Chartered Accountants retires at the ensuing annual general meeting & being eligible, offers themselves for reappointment. The confirmation in regard to the eligibility u/s 224(1B) of the Companies Act, 1956 has been received from our Statutory Auditors.

DIRECTORS

In accordance with the provision of the Companies Act, 1956 and the Articles of Association of the Company Mr. Rajesh Arora, Director, retires at the Seventh Annual General Meeting and being eligible offer himself for reappointment.

REGISTRATION WITH RESERVE BANK OF INDIA AS NBFC

The Company is registered with the Reserve Bank of India as a NBFC within the provisions of the

KINETIC TRUST LIMITED

NBFC (Reserve Bank of India) Directions, 1998.

INFORMATION PURSUANT TO THE PROVISIONS OF PARA 10 OF NON-BANKING FINANCIAL COMPANIES (RBI) DIRECTIONS, 1977.

Neither the Company has accepted any Public Deposits during the year nor the Company is holding prior Public Deposits, therefore the information called for is not applicable.

PARTICULARS OF EMPLOYEES

The particulars required u/s 217(2A)(b)(ii) of the companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975, are not applicable as none of the employees of the company is in receipt of remuneration of Rs. 300,000/- if employed for the whole year or of Rs. 25,000/- P.M. if employed for any part of the year and therefore no information in this regard is required.

AUDITORS REPORT

The notes referred to by the auditors in their report are self explanatory and therefore these do not call for any further comments on the Auditors Report under section 217(3) of the Companies Act, 1956.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The company is a finance company, therefore the information with regard to conservation of energy, technology absorption as required by the Companies (Disclosure of particulars in the board of directors) Rules 1988 relating to conservation of energy and technological absorption do not apply and hence no disclosure is being made in this report.

FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars	Current Year(Rs.)	Previous Year(Rs.)
(a) Foreign Exchange Inflow	Nil	88,800.00
(b) Foreign Exchange Outflow	91,785.43	78,943.17

OTHER INFORMATION

All other information pursuant to requirements of Section 217 of the Companies Act, 1956 read with rules is either Nil or Not Applicable.

ACKNOWLEDGEMENTS

The Directors wish to place on record their sincere appreciation of the sustained and dedicated efforts put in by the employees at all levels. The Company is also grateful to the bankers for their continuing assistance and co-operation.

Your Directors sincerely thank the shareholders of the Company for the confidence reposed by them in the Company and for the continued support extended by them to the Company.

Place: New Delhi

Date : 5-8-1999

For and on behalf of the Board

Sd/-

Vinod Bansal

Director