



Lead Financial
Services Limited

6th
Annual Report
1998-99

For Private Financial Services Limited

Shedip

Director/Authorised Signatory

LEAD FINANCIAL SERVICES LIMITED

BOARD OF DIRECTORS	:	P.C. BINDAL K.C. GUPTA PUNEET KAUSHIK	CHAIRMAN DIRECTOR DIRECTOR
AUDITORS	:	JAIN SARDA & ASSOCIATES New Delhi	
REGISTERED OFFICE	:	101, Sita Ram Mansion, 718/21, Joshi Road, Karol Bagh, New Delhi-110 005	
BANKERS	:	THE BANK OF RAJASTHAN LTD.	

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6TH ANNUAL REPORT

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 6th Annual General Meeting of the members of Lead Financial Services Ltd., will be held on Wednesday, the 29th day of September, 1999 at 4.00 p.m. at Jayenn Kuti, Khasra No.525, Brijwasan, Near Brijwasan Railway Station, New Delhi to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1999 and the Profit & Loss Account for the period ended on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Sh. P.C. Bindal who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint Auditors to hold office from the conclusion of 6th Annual General Meeting till the conclusion of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a special resolution :-
"Resolved that subject to the approval of Central Govt. under section 21 of the Companies Act, 1956 the name of the company be changed to 'Privy Financial Services Limited' or any other name as the Board may in its absolute discretion decide and as may be made available by the Registrar of Companies."
"Resolved further that the Board is hereby authorised to do all such acts, deeds and things as may be required to give effect to the above resolution."
"Resolved further that, necessary changes in the Memorandum and Articles of Association be made / carried accordingly."
5. To consider and, if thought fit, to pass with or without modification(s), the following resolution as a special resolution :-
"Resolved that pursuant to section 17 and other applicable provisions, if any, of the Companies Act, 1956 and subject to the confirmation by Company Law Board, the existing clause II of the Memorandum of Association be substituted by the following:
II. The Registered Office of the company will be situated in the state of Uttar Pradesh.
"Resolved further that the Board be and is hereby authorised to take such necessary steps and to do such things as may be required for giving effect to the above resolution."

By order of the Board

Place : New Delhi
Dated : 29th May, 1999

(P.C. BINDAL)
CHAIRMAN

Regd. Office
101, Sita Ram Mansion,
718/21, Joshi Road, Karol Bagh,
New Delhi - 110005.

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 so appointed need not be a member of the Company.
- 2) An explanatory statement pursuant to Section 173 of the Companies Act, 1956 is annexed hereto.

LEAD FINANCIAL SERVICES LIMITED

- 3) The proxy form duly executed and properly stamped in order to be effective, should reach the company at its Registered office at least 48 hours before the scheduled time of the meeting.
- 4) The Register of Member and the Share transfer books of the Company will remain closed from Monday, 27th September, 1999 to Wednesday 29th September, 1999 (Both days inclusive)
- 5) Only Registered Members carrying attendance slips and holders of valid proxies registered with the company will be permitted to attend the meeting.
- 6 The members are requested to :-
 - (a) Intimate to the Company changes, if any in their registered address at an early date.
 - (b) Quote ledger Folio No.'s in all their correspondence.
 - (c) Approach the company for consolidation of various ledger folios into one.
 - (d) Bring their copy of the Annual Report and the attendance slip with them at the Annual General Meeting.

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

Item No.4

The main objects of your company, inter alia, include carrying on merchant banking activities and Investments. In view of sluggish stock markets conditions and industrial scenario, your company's management has decided to expand its activities in the area of automobile and consumer finance. In order to keep pace with the new line of activities and the changing business world, the Board of your company has decided to give new name to your company. You must be aware about the word "Privy" which denotes 'private'. As your company is going to provide money for private uses, hence the word 'privy' has been preferred and the change in the name is proposed. The said change will be subject to the approval of Central Govt. for which action will be taken after seeking approval of the shareholders.

Your directors recommend the passing of the resolution.

None of the director is in any way concerned or interested in the resolution.

Item No.5

Presently, the registered office of the company is located in the national capital territory of Delhi. The company is now focussing its activities in the consumer finance sector and has chosen the Noida and nearby area as the thrust area because of the comparatively low competition and vast potential, being a growing area. In order to carry on the business more efficiently, it is proposed to shift the registered office of the company from New Delhi to the state of Uttar Pradesh.

Section 17, of the Companies Act, 1956, provides that by passing a special resolution in general meeting and after confirmation of the Hon'able Company Law Board, the company can change its place of registered office from one state to another. After obtaining the shareholders approval, a petition will be submitted to Hon'able Company Law Board.

Your directors recommend that the resolution be passed as a special resolution.

None of the director of the company is concerned or interested in the resolution.

6TH ANNUAL REPORT

DIRECTORS' REPORT

To

The Members

Lead Financial Services Ltd.

New Delhi

Your Directors have great pleasure in presenting the 6th Annual Report with Audited Accounts for the period ended 31st March, 1999.

FINANCIAL RESULTS:

Financial results of the Company for the period under review are summarized as below : (Rs. in Lacs)

	PERIOD ENDED 31.03.99 (9 Months)	YEAR ENDED 30.06.98 (12 Months)
Total Income	77.18	28.59
Profit before Depreciation & Tax	11.05	14.60
Depreciation	7.29	12.87
Profit/(Loss) before tax	3.76	1.73
Provision for tax	0.28	0.22
Profit/(Loss) after tax	3.48	1.51
Profit Brought forward	21.08	19.66
Tax Adjustment of earlier year	---	0.09
Surplus carried to Balance Sheet	24.56	21.08

DIVIDEND

Your Directors regret that they can not recommend any dividend in view of low profits during the year under review.

DEPOSITS

Your Company has not accepted any deposits from public. There is no unclaimed or unpaid deposits as on 31st March, 1999.

DIRECTORS

Sh. P.C. Bindal, Director of the company retire by rotation at the forthcoming annual general meeting and being eligible offers himself for reappointment. During the year under review Sh. V.K. Chawla, Director of the company resigned from the board due to his pre occupation. Also Sh. P.K. Agarwal, Director of the company who was liable to retire by rotation at the last annual general meeting could not be reelected. Your directors place on record the appreciation for the services rendered by Sh.V.K.Chawla and Sh.P.K. Agarwal, during their tenure as directors.

AUDITORS

The Auditors of the Company, Jain Sarda & Associates, New Delhi hold office until the conclusion of the ensuing Annual General Meeting. The Company has received letter from them to the effect that their appointment, if made, would be within the prescribed limit under section 224 (1B) of the Companies Act, 1956.

INFORMATION TECHNOLOGY YEAR 2000 COMPLIANCES (Y2K)

The company is in the process of ensuring that all its computer systems are Year 2000 (Y2K) compliant by October, 1999. Risk of business disruption due to Y2K issue is judged to be minimal. The cost of entire exercise is not expected to have any material financial impact.

AUDITORS' NOTES/OBSERVATION

The notes/observation referred to in the Auditors Report are self explanatory and have been explained at appropriate place.

PERSONNEL

The Board wishes to place on record its appreciation of all employees of the Company for their endeavour and co-operation. The relation with employees continued to be cordial throughout the year.

Your Company has no employee drawing a remuneration as prescribed under section 217 (2A) of the Companies Act, 1956 during the year under review.

INFORMATION AS PER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956.

Your Company has no activity relating to conservation of energy and technology absorption. The Company did not have any foreign exchange income/outflow.

ACKNOWLEDEMENT

Your Directors express heartily gratitude to all valued customers, bankers, business associates, shareholders and employees for their continued support.

For and on behalf of Board of Directors

Place : New Delhi

Dated : 29th May 1999

(P.C. BINDAL)
CHAIRMAN