

19TH ANNUAL REPORT

1999 - 2000





**LAKSHMI
ELECTRICAL CONTROL
SYSTEMS LIMITED**

Board of Directors

Dr. D. JAYAVARTHANAVELU (Chairman)
Sri R. VENKATRANGAPPAN
Sri V.J. JAYARAMAN
Sri G. RANGASWAMY
Sri N. SURYAKUMAR
Sri P. JAGATHEESAN
Sri SANJAY JAYAVARTHANAVELU
Sri D. SENTHIL KUMAR

Auditors

Report

M/s. N.R. DORAISWAMI & CO.,
CHARTERED ACCOUNTANTS
COIMBATORE.

Registrars and Share Transfer Agents

M/s. S.K.D.C. CONSULTANTS LTD.
11, S.N. LAYOUT, STREET No. 1
COIMBATORE - 641 012

Lakshmi Electrical Control Systems Limited

Registered Office

695 Avanashi Road
COIMBATORE - 641 037

Admn. Office and Works

Arasur - 641 407
COIMBATORE DISTRICT

Bankers

Indian Bank
Bank of Baroda
Bank of India
The South Indian Bank Ltd.



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Notice of Annual General Meeting

Notice is hereby given that the Nineteenth Annual General Meeting of the Company will be held on Wednesday, 19th July 2000 at 3.30 p.m at Nani Kalai Arangam, Mani Higher Secondary School, Coimbatore - 641 037 to transact the following business:

Ordinary Business :

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2000 and the Profit and Loss Account for the year ended 31st March, 2000 and the Directors' and Auditors' Reports thereon.
2. To appoint a Director in the place of Sri. G. Rangaswamy, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in the place of Sri. P. Jagatheesan, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in the place of Sri. N. Suryakumar, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint Auditors to hold office till the conclusion of the next Annual General Meeting and to fix their remuneration.



Place : Coimbatore
Date : May 9, 2000

By Order of the Board
D. Jayavarthanelu
Chairman

Lakshmi Electrical Control Systems Limited

NOTE :

1. A member who is entitled to attend and vote at the above meeting is entitled to appoint a proxy and vote instead of himself and such proxy need not be a member of the Company.
2. Proxy should be lodged with the Company not less than fortyeight hours before the scheduled commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company relating to Equity Shares will be closed from Saturday, 1st July, 2000 to Wednesday, 19th July 2000 (both days inclusive).
4. Members are requested to communicate their change of address, if any, quoting their folio numbers to our Registrars and Share Transfer Agents, M/s. S.K.D.C. Consultants Limited, No.11, Street No. 1, S.N. Layout, Coimbatore - 641 012.
5. Pursuant to Section 205-A of the Companies Act, 1956, as amended by the Companies (Amendment) Act, 1999 all unclaimed dividends shall be transferred to the "Investor Education and Protection Fund" of the Central Government after a period of 7 years from the date of declaration. Shareholders who have not encashed the dividend warrants for the year 1996, 1997 & 1998 are requested to write to our Registrars and Share Transfer Agents M/s. S.K.D.C. Consultants Limited, No. 11, Street No. 1, S.N. Layout, Tatabad, Coimbatore - 641 012 for claiming the dividend before the aforesaid dates. After that dates, the Shareholders cannot claim the dividend.



Directors' Report

Your Directors present the Nineteenth Annual Report of your Company together with the audited accounts for the year ended 31st March 2000.

Financial Results	Current Year ended 31-03-2000	Previous Year ended 31-03-1999
	(Amount in Rs.)	(Amount in Rs.)
Sales and other Income	19,48,14,645	19,10,73,317
Gross Profit	2,06,83,995	1,00,90,498
Less : Depreciation	1,88,12,654	2,25,02,554
Net Profit/Loss	18,71,341	(-) 1,24,12,056
Add : Provision no longer required	—	5,30,689
Transferred from		
Investment allowance (utilised) reserve	4,55,000	—
	23,26,341	(-) 1,18,81,367
Less : Prior year expenses / extraordinary items	1,39,448	1,56,106
Income tax for earlier years	1,45,039	5,02,777
Provision for Income Tax	90,000	—
Net Profit/Loss after extra-ordinary items	19,51,854	(-) 1,25,40,250

Dividend :

In the absence of adequate profits, your Directors are unable to recommend any dividend on the share capital.

Performance :

During the year under review, the Company's sales and other income have recorded at Rs. 1948.15 Lakhs as against Rs. 1910.73 Lakhs during the preceding year. The profit before depreciation and tax for the year under review is Rs. 206.84 Lakhs as against Rs. 100.90 Lakhs

Lakshmi Electrical Control Systems Limited

for the preceding year. This represents an increase of 104.99% over the previous year. The profit after tax for the year under review is Rs. 17.81 Lakhs as against net loss of Rs. 124.12 Lakhs representing an increase of 114.35%. The Company has shown better results due to the favourable product mix and efficient management control over the current assets and the expenses.

Prospects:

Your Directors expect the Company to further improve upon its performance in the year 2000-2001.

Industrial Relations:

Your Directors are pleased to inform that the industrial relations during the year under review were very cordial.

Fixed Deposits:

Four Fixed Deposits for a total amount of Rs. 1,22,000/- have not been repaid or renewed till 31st March 2000, as the Company did not receive instructions either for repayment or renewal thereof.

Directors :

The following Directors are due to retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

1. Sri. G. Rangaswamy
2. Sri. P. Jagatheesan
3. Sri. N. Suryakumar

Listing :

Your Company's shares are listed in Madras and Mumbai Stock Exchanges and the listing fees have been paid.

Auditors :

M/s N.R. Doraiswami & Co., Chartered Accountants retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

INFORMATION PURSUANT TO SECTION 217 OF THE COMPANIES ACT, 1956 :

Information pursuant to 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 furnished in the Annexure forming part of this Report.

The particulars of employees required to be given pursuant to Sub-Section (2A) of Section 217 of the Companies Act, 1956 are attached to this Report.



Acknowledgments:

Your Directors wish to convey their thanks to the Company's bankers, distributors and collaborators for their continuing support to the Company.

Your Directors express their appreciation for the support given and contribution made by the employees at all levels to the successful operations of the Company during the year under review.

Place : Coimbatore
Date : May 9, 2000

For and on behalf of the Board of Directors
D. JAYAVARTHANAVELU
Chairman

