

11th
ANNUAL REPORT
31st MARCH 2002



MAHALAXMI RUBTECH LIMITED

REGD. OFFICE : 47, NEW CLOTH MARKET, AHMEDABAD - 380 002. (INDIA)

ANNUAL REPORT 2001-2002



MAHALAXMI RUBTECH LIMITED

BOARD OF DIRECTORS	:	SHRI JEETMAL B. PAREKH SHRI RAJENDRA R. MEHTA SHRI RAHUL J. PAREKH SMT. KAMLABEN J. PAREKH
AUDITORS	:	BHANWAR JAIN & CO. AHMEDABAD.
BANKERS	:	BANK OF BARODA
REGISTERED OFFICE	:	47, NEW CLOTH MARKET, AHMEDABAD - 380 002 (INDIA)
ADMINISTRATIVE OFFICE	:	507, CHANAKYA NR. DINESH HALL, ASHRAM ROAD, AHMEDABAD.
FACTORY	:	UMA INDUSTRIAL ESTATE, PHASE-III, VASNA (IYAVA) SANAND, DIST : AHMEDABAD.

**NOTICE TO MEMBERS**

NOTICE is hereby given that the ELEVENTH ANNUAL GENERAL MEETING OF "MAHALAXMI RUBTECH LIMITED" will be held at Anand Chem Compound, Plot No.315, N.H. No.8, Isanpur, Narol, Ahmedabad - 382 405 on Friday the 27th day of September 2002 at 1.00 p.m. to transact the following business :

1. To receive consider and, if approved, adopt the Audited Balance Sheet as at 31st March 2002 and Profit and Loss Account for the year ended on that date and the report of the Directors and Auditors.
2. To appoint Auditors of the company from the conclusion of this meeting to the conclusion of the next Annual General Meeting.
3. To appoint a director in place of Shri Rahul Jeetmal Parekh who retires by rotation and being eligible offers himself for reappointment.

SPECIAL BUSINESS :

4. To consider and, if thought fit, to pass with or without modification the following resolution as an ordinary resolution :
RESOLVED that pursuant to the provision of section 198, 269, 309 and schedule - XIII of the companies Act, 1956 as amended from time to time and subject to the limits mentioned therein and subject to the appointment of shareholders at the Annual General Meeting of the company Shri Rahul Jeetmal Parekh be and is hereby appointed as Managing Director of the Company from 1st day of August 2002 for a period of 5 years on the following terms and conditions :
 1. The Managing Director shall be responsible for day-to-day matters pertaining to production, finance, accounts, marketing & general administrative but always subject to the superintendence, control and direction of the board of directors of the company.
 2. Salary of Rs.15,000/- (Rupees fifteen thousand) per month.
 3. Gratuity, P.F. etc. as may be applicable to the executives of the company from time to time.
 4. The cellphone and telephone facility at residence of Managing Director will not be considered as perquisite and personal long distance call on cellphone/telephone shall be reimbursed.
 5. Facility of car shall be provided to the Managing Director.
 6. Reimbursement of medical expenses and mediclaim policy for self and family.
 7. Leave Travel Concession for self and family in accordance with the rules of the company.
 8. The company shall pay and/or reimburse fees and expenses of clubs, subject to a maximum of two clubs.

NOTE :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER AND INSTRUMENT APPOINTING PROXY SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. THE RELEVANT EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956 IN RESPECT OF SPECIAL BUSINESS UNDER ITEM NO:4 AS SET OUT ABOVE ARE ANNEXED HERE TO.
3. THE REGISTER OF MEMBERS AND TRANSFER BOOK OF THE COMPANY WILL BE CLOSED FROM FRIDAY THE 20th SEPTEMBER, 2002 TO FRIDAY THE 27th SEPTEMBER, 2002 (BOTH DAYS INCLUSIVE)

By order of the Board of Directors
For MAHALAXMI RUBTECH LIMITED

sd/-

(RAJENDRA R. MEHTA)
(Director)

Place : Ahmedabad

Date : 23.08.2002

ANNEXURE TO THE NOTICE**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956.****ITEM NO.4**

Shri Rahul Jeetmal Parekh is a regular director of the company since 1995 in view of his valuable services and increasing activities of the company it is considered that his services should be obtained in day-to-day affairs and management of the company and he should be remunerated for the same and it is in the interest of the company to appoint Shri Rahul Jeetmal Parekh as Managing Director of the company for a period of five years w.e.f. 01.08.2002 on the terms and conditions as per the propose resolution as Managing Director of the company. Shri Jeetmal B. Parekh and Smt. Kamlaben J. Parekh directors are deemed to be concerned or interested in the resolution.

ANNUAL REPORT 2001-2002**DIRECTORS' REPORT**

**TO
THE MEMBERS,**

The directors have pleasure in submitting their report along with the Audited Balance Sheet and Profit & Loss Account for the year ended 31st March, 2002.

FINANCIAL RESULTS :

During the year the company has earned profit before depreciation of Rs.6683774/- in comparison to profit of Rs.2260328/- in earlier year. The profit after providing depreciation is Rs.4628739/- against last year's profit after depreciation Rs.206764/-

OPERATION AND REVIEW :

During the year under review company achieved turnover of Rs.305.00 lacs as against Rs.211.25 lacs in the previous year. During the year profitability of the company has increased in comparison to earlier years. However during the year company could not attain the turnover and higher profitability as envisaged due to deteriorating overall market conditions especially in textile where most of the manufactured products of ours being Rubber Printing Blankets are used. Your directors are putting their efforts for increasing the sales in domestic as well as in exports market and also by developing new products being used by other than textile industries. Your directors expect better future prospectus in the coming year.

DIRECTORS :

Shri Rahul Jeetmal Parekh liable to retire by rotation the ensuring Annual General Meeting and being eligible offer him-self for reappointment.

DIRECTORS RESPONSIBILITY STATEMENT :

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956 as amended by Companies (Amendment) Act, 2000, your Directors state: (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures; (ii) that the directors have selected such accounting policies and applied them consistently and made judgments 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 ended on 31.03.2002 and of the profit or loss of the Company for the year ended on 31.03.2002; (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; (iv) that the directors have prepared annual accounts on a going concern basis.

AUDITORS :

M/s. Bhanwar Jain & Co., Chartered Accountants, Ahmedabad, Auditors of the company retire and are eligible for reappointment.

FIXED DEPOSITS :

The company has not accepted any deposits from public within the meaning of provisions of section 58A of the companies Act, 1956 and the rules framed there under and the directives issued by the Reserve Bank of India.

DIVIDEND:

Your directors regret the inability to recommend any dividend in the absence of sufficient profit of the company.

INSURANCE :

All the assets of the company including the inventories, Building, Plant and Machineries are adequately insured.

COMPULSORY TRADING IN DEMAT :

Trading of the equity shares of your Company are being traded compulsorily in DEMAT FORM from 23/03/2001 pursuant to circular of SEBI.

**EMPLOYEES :**

The information required under sub section (2A) of section 217 of the companies act, 1956 in respect of certain employees of the company are as under :

- (a) Employees employed throughout the year and who were in receipt of remuneration of not less than Rs.24,00,000/- per annum in terms of section 217 (2A) (a) (i) – None.
- (b) Employees employed for the part of the year and who were in receipt of remuneration of not less than Rs.2,00,000/- per month in terms of section 217(2A) (a) (ii) – None.
- (c) None of the employees is covered under section 217 (2A) (a) (iii).

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION :

The information required under section 217 (1) (a) of the companies Act, 1956 read with the companies (Disclosures of Particulars in the report of the board of Directors) Rules 1988 is annexed hereto and forms part of this report.

APPRECIATION :

Your directors place on record their sincere thanks for continued support of the Bankers valued customers & devoted employees for their continuous contribution for the growth and progress of the company.

For and behalf of Board

sd/-

(JEETMAL BHOORCHAND PAREKH)
Chairman

Place : Ahmedabad

Date : 19.06.2002

ANNEXURE TO DIRECTORS' REPORT

(A) Information required under the companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988.

a) CONSERVATION OF ENERGY :

The Company has adopted the system of shutting down the electrical machinery and appliances when not in use to avoid unnecessary waste of energy. The company has oil fired high thermal efficiency boilers whereby heat loss is reduced and higher efficiency is achieved. The company continues to make strenuous efforts to conserve and optimize consumption through improved operational method and better plant utilization. The total energy consumption and consumption per unit of production as per form 'A' is not applicable to our company as we are manufacturing Rubber Printing Blankets and Rubber Coated Fabrics.

b) TECHNOLOGY ABSORPTION, ADOPTION & INNOVATION :

The company is putting its efforts towards research & developed in its own laboratory improve the quality of products and to test and try the latest technological innovation.

(B) FOREIGN EXCHANGE EARNINGS AND OUTGO :

Foreign exchange earnings	:	Rs.8604890.00
Foreign exchange outgo	:	Rs. 863415.00