

# MAYUR FLOORINGS LIMITED

ANNUAL REPORT 2004 - 2005

**ANNUAL REPORT 2004 - 2005****Board of Directors**

Mahavir N Sundrawat, CMD

Mukesh N Sundrawat

Jayesh R Patel (Independent)

Sanjay M Devediya (Independent)

Mayur M Sundrawat

Sharad H Jagisot

**Auditor****Ms, Surendra Kumar Jain & Company**

Chartered Accountants

201, Rajshree Avenue "A" Nr. Dinesh Hall,

Ashram Road, Ahamadabad, Gujrat

**Banker's**

State Bank of Bikaner &amp; Jaipur

**Registered Office**

4 &amp; 5, Near Advani Oeirlicon,

L B S Marg, Bhandup (W), Mumbai-400078

Phone : (022) 25644268, 25618006

**Works**

5 &amp; 6 (A), Road No 04, Dahod Road, Inds. Area,

Banswara, Rajasthan 327001

Phone : (02962) 242126, 248049

**Registrar****Ms, PURVA SHAREGISTRY (I) P LTD.**

33, Printing House, 28-D Police Court

Lane, Behind old Handloom House,

Fort, Mumbai 400-001.

Phone 022/ 56348074, 22617957

Fax Number 022/ 22626407

Email : busicomp@vsnl.com



## ANNUAL REPORT 2004 - 2005

**Notice**

Notice is hereby given that, 13<sup>th</sup> Annual General Meeting of the Company, will be held on Tuesday, 27<sup>th</sup> September, 2005 at 10.00 Am at "Jeevraj Bhanji Shah Smarak Trust, Ashok Nagar, Nahur Road, Mulund (W), Mumbai" to transact following business.

**ORDINARY BUSINESS :**

01. To receive, consider and adopt the Balance Sheet as at 31<sup>st</sup> March, 2005 and the Profit & Loss Account for the year ended on that date and the reports of the Directors & Auditors thereon.
02. To appoint a Director in place of Sharad H. Jagisot, who retire by rotation and offer himself for reappointment.
03. To appoint Auditors, and to fix their remunerations.

**SPECIAL BUSINESS :**

04. Resolved that Mr. Mayur M Sundrawat, was appointed as an additional director of the Company by the Board of Directors under section 260 of the Companies Act, 1956 and who hold the office up to the date of this Annual General Meeting and in respect of whom, the Company has received a notice in writing proposing his candidature for the office of the Director under section 257 of the Companies act, 1956 be and is hereby appointed as Director of the Company liable to retire by rotation.
05. Resolved that Mr. Jayesh R Patel, was appointed as an additional director of the Company by the Board of Directors under section 260 of the Companies Act, 1956 and who hold the office up to the date of this Annual General Meeting and in respect of whom, the Company has received a notice in writing proposing his candidature for the office of the Director under section 257 of the Companies act, 1956 be and is hereby appointed as Director of the Company liable to retire by rotation.
06. Resolved that Mr. Sanjay M Devediya, was appointed as an additional director of the Company by the Board of Directors under section 260 of the Companies Act, 1956 and who hold the office up to the date of this Annual General Meeting and in respect of whom, the Company has received a notice in writing proposing his candidature for the office of the Director under section 257 of the Companies act, 1956 be and is hereby appointed as Director of the Company liable to retire by rotation.

By order of the Board.

-sd-

(Mahavir N Sundrawat )  
Managing Director

Place : Banswara

Date : Tuesday, 26th July, 2005.

**Notes :**

01. A member entitled to attend and vote is entitled to appoint one or more proxy (s) to attend and vote instead of himself, and a proxy need not be a member of the Company.
02. The Register of the member and Shares Transfer Book of the Company will remain closed from Tuesday 20<sup>th</sup> September, 2005 to Tuesday 27<sup>th</sup> September, 2005 (both days inclusive).
03. Shareholders, holds shares in identical names, in more than one folios, are requested to apply for consolidations of folios and send relevant shares certificates to Registrar for consolidations.
04. Members desiring any information's as regarding to the accounts are requested to write to the Company at-least 7 days in advance, enable the management to keep the information ready.

**Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956:****Item No 04.**

Pursuant to Article of association of the Company and section 260 of the Companies Act, 1956, Mr. Mayur M Sundrawat was appointed as an additional director on 24.06.2005 on the Board of the Company. Pursuant to Section 260 of the Companies Act, 1956, he holds the office up to ensuing Annual General Meeting. The Company has received a notice under Section 257 of the Companies Act, 1956 from a member proposing the name of Mr. Mayur M Sundrawat as Director of the Company. A brief resume of Mr. Mayur M Sundrawat as required in terms of Clause 49 of the Listing Agreement is as follows. After completing his education Mr. Mayur is actively involved in the day to day activity of the Company and got reasonable practical experience. Raw material of stone industry possess unique characteristics and procurement of same is critical and crucial task, because outcome of the finished product fully depend upon the input. Mr. Mayur enriched himself in the area of raw material procurement, and doing frequent visits to mining areas. His association / engagement comes as a handy in the field, and performance of the company immensely improved after his active involvement. The Board recommends that he may be appointed as a Director of the Company liable to retire by rotation. Your director recommended the resolution for approval of the members. In addition to Mr. Mayur M Sundrawat, Mr. Mahavir N Sundrawat, Mr. Mukesh N Sundrawat, Mr. Sharad H Jagisot are interested in the resolution to the extent of his appointment. No other director of the Company in any way concerned or interested in the proposed resolution.

**Item No 05.**

Pursuant to Article of association of the Company and section 260 of the Companies Act, 1956, Mr. Jayesh

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R Patel was appointed as an additional director on 26.07.2005 on the Board of the Company. Pursuant to Section 260 of the Companies Act, 1956, he holds the office up to ensuing Annual General Meeting. The Company has received a notice under Section 257 of the Companies Act, 1956 from a member proposing the name of Mr. Jayesh R Patel as Director of the Company. A brief resume of Mr. Jayesh R Patel as required in terms of Clause 49 of the Listing Agreement is as follows. Mr. Jayesh R Patel is a qualified Chartered Accountant and presently doing his practice. The Board recommends that he may be appointed as a Director of the Company liable to retire by rotation. Your director recommended the resolution for approval of the members. Mr. Jayesh R Patel is interested in the resolution to the extent of his appointment. No other director of the Company in any way concerned or interested in the proposed resolution.

**Item No 06.**

Pursuant to Article of association of the Company and section 260 of the Companies Act, 1956, Mr. Sanjay M Devediya was appointed as an additional director on 26.07.2005 on the Board of the Company. Pursuant to Section 260 of the Companies Act, 1956, he holds the office up to ensuing Annual General Meeting. The Company has received a notice under Section 257 of the Companies Act, 1956 from a member proposing the name of Mr. Sanjay M Devediya as Director of the Company. A brief resume of Mr. Sanjay M Devediya as required in terms of Clause 49 of the Listing Agreement is as follows. Mr. Sanjay M Devediya is a qualified Company Secretary and is in service. The Board recommends that he may be appointed as a Director of the Company liable to retire by rotation. Your director recommended the resolution for approval of the members. Mr. Sanjay M Devediya is interested in the resolution to the extent of his appointment. No other director of the Company in any way concerned or interested in the proposed resolution.

By order of the Board.

- sd -

Mahavir N Sundrawat  
(Managing Director)

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## Director's Report

Dear Members,

Your Directors have pleasure in presenting their thirteenth Annual Report of the Company together with the Audited Accounts of the Company for the financial year ended as on 31.03.2005.

**Financial Results :**

The financial results of the Company for the year under review are summarized as under.

Item	(Rs. in Lacs.)	
	As on 31.03.2005	As on 31.03.2004
Turnover	84.95	75.78
Other Income	00.00	00.10
Profit (Loss) before taxations	07.37	06.09
Balance b/f from last year.	(57.36)	(63.44)
Prior period adjustments.	(00.36)	(63.44)
Carried to Balance Sheet	(50.35)	(57.36)

**Dividends :**

In view of accumulated losses your Directors are unable to declare any dividends.

**Operations :**

As did last year, the Company able to maintain the profit in current year also. However the entire stone industry is facing the heat of competition from ceramic tiles both domestic as well as imported, especially from China.

**Fixed Deposits :**

The Company has not accepted any deposits from public in the year under review.

**Responsibility Statement:**

The Director's Confirm :

- that in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same.
- that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities;
- that they have prepared the annual accounts on a going concern basis.

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**Management Discussions and analysis forming part of Director's report :**

**Marble Industry Structure and Developments:** In last few years Marble becoming most popular stone in floor laying and wall cladding. Now, marble stone is available in different colors, designs and sizes suit to customer specific requirements. Product being a natural one, offers unique characteristics to the customer. Mainly found in remote mining areas, and majority of resources are located in the state of Rajasthan. To exploit these natural resources, majority of integrated processing industries were set up in the state of Rajasthan.

**Indian marble sector. :** Indian marble is available in various colors, designs and sizes. It is directly competing with Italian, Iranian, Turkish and Pakistani marble in the international trade. Compare to our marble, Italian, Iranian and Turkish marble is costly, so there is a direct cost advantage to our material. In addition to this, Indian marble offers more, colors, designs and sizes.

**Opportunities:**

Easy availability, colours, sizes, varieties offers, reasonable opportunity for the product to explore on large scale. Due to low cost and easy availability of home loans, housing requirements are growing in a big scale. In addition to domestic market, there is a enough export potential. The low export demand of raw material forced the mines owners / quarry owners to offer the material to domestic manufacturer's. This improve the supply of good quality of raw material to domestic market and also limit the prices up to a some extent. Material being a natural one, opportunity of new findings is exist every time, and every or any material possess the equal probability of success.

**Threats :**

Rising crude prices in the international market leads to large increase in the prices of petroleum products. In remote mining areas, large quantity of diesel is used in generating powers, in machineries such as compressors, excavators, loaders, dumpers, etc. which has a cascading effect on raw material prices. Due to increase in processing cost, some, low quality, low reserves, mines are finding it difficult to survive, rather, some of them prefer a temporary closure. This will reduce the number of raw material suppliers hence limit / reduce competition among suppliers. Where as on the finished goods front, the low price of China made ceramic / vitrified tiles badly effected the both marble prices and sales. Rising numbers of litigations from environmentalist, tribals, villagers, and pending suits in various courts of countries is a big threat for the industry. In past also, the industry has been forced to complete shut down, by Supreme Court of India, throughout the Rajasthan state where the manufacturing of the Company exist. Possibility of such situations of chaos, in future can't be ruled out.

**ANNUAL REPORT 2004 - 2005****Statutory Informations :**

i) Since, no employee's covered under Section 217(2A), of the Companies Act, 1956 the information required under Section is not given.

**ii) Conservations of Energy, Technology, Foreign Exchange Earnings :**

Information pursuant to Section 217(1) of the Companies Act, 1956 read with Companies (Disclosures in Report of the Board of Directors) Rules 1988 are as follows.

**A. Power Consumptions :**

	As on 31.03.2005	As on 31.03.2004
Item		
Units	309136	369122
Total Amount	1584124	1823534
Rate/Unit	05.13	04.95

**B. Technology :**

Latest technology has been adopted in the plant to maximize productions, yields, better quality with minimum consumptions of energy.

**C. Foreign Exchange Earnings and Outgo :**

There in no inflow or outflow of foreign exchange during the year.

**Director's :**

Mr. Sharad H Jagisot Director of the Company, is retire by rotation and is eligible offer himself for reappointment.

**Auditor's**

Ms, Surendra Kumar Jain & Company, retire and are eligible for appointment as Auditors.

**Employee's Relations :**

Relations between the management and employees remain cordial during the year under review. The Director's place on records their appreciations of the efficient and loyal services rendered by the employee's at all levels.

**Corporate Governance:** The Corporate Governance report for the year ended as on 31.03.2005, as per requirement of Clause 49 of Listing Agreement has been given separately in the annexure.

**Acknowledgement :**

The Director's wish to express their deep appreciations and gratitude's to Banker's, Financial Institution's and all central and state level departments for their valued supports.

For & on behalf of the Board.

-sd-

(Mahavir N Sundrawat)

Managing Director

Place : Banswara

Date : Tuesday, 26th July, 2005.