

MD	✓	BKC	NA
CS	NA	DPY	NA
RO	✓	DIV	NA
TRA	NA	AC	✓
AGM	✓	SHI	✓
YE	✓		

MAYUR LEATHER PRODUCTS LIMITED

Report  Junction.com

THIRTEENTH ANNUAL REPORT 1997-98

THIRTEENTH ANNUAL REPORT 1997-98

MAYUR LEATHER PRODUCTS LTD.

BOARD OF DIRECTORS :

Mr. S.K. PODDAR
Chairman

Mr. R.K. PODDAR
Managing Director

Mr. R.V. GUPTA
Director

Mr. H.N. VOHRA
Director

Mr. B.R. GUPTA
Director

BANKERS :

Canara Bank
Overseas Branch
Gopinath Marg, M.I. Road,
Jaipur.

AUDITORS :

Madhukar Garg & Co.
Chartered Accountants
3, Gangwal Park, Jaipur.

REGD. OFFICE :

1st Floor, Rotary Bhawan,
Church Road, Jaipur.

NOTICE

NOTICE is hereby given that the Thirteenth Annual General Meeting of the Members of M/s. MAYUR LEATHER PRODUCTS LIMITED, will be held at its Registered Office at Rotary Bhawan, Church Road, Jaipur on Tuesday the 22nd September, 1998 at 10.00 A.M. to transact the following business :-

ORDINARY BUSINESS :

1. To receive consider and adopt the Audited Balance Sheet as at 31st March, 1998 and the Profit & Loss Account for the year ended on that date and Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Suresh Kumar Poddar, who retires by rotation and is eligible for reappointment.
3. To appoint a Director in place of Mr. Rajesh V. Gupta, who retires by rotation and is eligible for reappointment.
4. To appoint the Auditors and fix their remuneration.

By Order of the Board

Sd/-

[SURESH KUMAR PODDAR]

CHAIRMAN

PLACE : JAIPUR

DATED: 20th August, 1998

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A 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 SCHEDULED TIME OF THE MEETING. A BLANK PROXY FORM IS ANNEXED TO THE ANNUAL REPORT.
2. Members who are holding shares in identical order of names in more than one folio, are requested to write to the Company enclosing their share certificates to enable the Company to consolidated their holdings in one folio.
3. Members are requested to notify immediately any change in their address to the Company.
4. Members are requested to bring their copy of the Annual Report alongwith them at the meeting.

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the Thirteenth Annual Report of the Company together with Audited Account for the year ended 31st March, 1998.

FINANCIAL RESULTS :

The financial performance of the Company for the period ended on 31st March, 1998 is as follows :-

	(Rs. in Lacs)
Turnover	957.79
Other Income	95.10
Total Expenditure	992.78
Interest	36.03
Profit after Interest but before Depreciation and Tax	24.08
Depreciation	23.02
Provision for Taxation	0.15
Net Profit for the Year	0.91

The investments of the Company are the quoted investments, due to recession and the present position of the Stock market in India, the market price of the investments has been reduced. The loss in value of investments of Rs. 59.03 lacs is not provided during the year, as such the profit & investments are overstated by that amount and the same is also qualified by auditors in their report. In the opinion of Directors the provision of loss in value of investments shall be made at the time of their sale.

During the period under review, the Company has commenced the Full Shoes for export market, the process of manufacturing of shoes is rather longer than the Shoe Uppers, hence the process time has increased. During the year under review, the company has also been manufactured the goods through Job Workers and the work-in-progress also included the material lying at the works of Job Workers. Besides it, due to competition and demand of buyer, the Company is giving more attention on quality of product, therefore the process of inspection has also increased. In the opinion of Directors, the value of Work-in- progress has been increased in comparison of the Previous Year by these reasons and the same is also qualified by the auditors in their report.

As the auditors have qualified in their report that no reasonable records have been maintained for scrap. The Directors are of the opinion that the scrap (small pieces of leather, etc.) do not have regular buyers. In fact, sometimes the company have to pay for clearing of this scrap. As the scrap does not find any reasonable value, the company do not maintain any specific quantity record of the same.

MARKETING :

The Company is presently exporting its entire production of safety shoe uppers and complete shoes to Germany, UK and Italy in the EEC countries. The Products of the Company have been very well accepted in International Market. The Company has necessary selling and Marketing arrangement at different locations for effective marketing of its products.

DIRECTORS :

Mr. Suresh Kumar Poddar and Mr. Rajesh V. Gupta, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

DIVIDEND :

Due to inadequate profit arising out of strengthening of the Indian Rupees against the DM during the year under review, no dividend is recommended by the Directors for the year 1997-98.

AUDITORS

The present Statutory Auditors of the Company M/S Madhukar Garg & Co., Chartered Accountant, Jaipur hold office until the conclusion of this Annual General Meeting, being eligible, offer themselves for reappointment.

PERSONNEL :

Your Company considers Human Resources as the most important asset and accords high priority to systematic development of human resources. Your Company has devised various training programmes for sharpening and developing human skills with the prime objectives of achieving corporate goals and simultaneously providing job satisfaction and growth opportunities to the employees. Specialised in-house training programmes with the assistance of outside experts were arranged for improving performance, appraisal system and supervisory qualities, etc. The industrial relations remained very cordial throughout the year.

PARTICULARS OF EMPLOYEES REQUIRED UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956 :

None of the employees of your Company is covered under Section 212 (2A) of the Companies Act, 1956 read with the companies (Particulars of Employees) Rules, 1975 as amended.

CONSERVATION OF ENERGY :

Your Company is making continuous efforts to reduce energy consumption and achieve high plant operation efficiency. These efforts have started showing results with gradual improvement in overall plant working.

RESEARCH & DEVELOPMENT/ TECHNOLOGY ABSORPTION:

Company is having its own in house Research & Development. The Company has not taken any Foreign Collaboration. The Company's Research & Development Division is constantly working on high technology items and keeping pace with the latest development in high tech areas.

FOREIGN EXCHANGE EARNINGS AND OUTGO

	<u>Rs. in Lakhs</u>
Earning	950.77
<u>Outgo :</u>	
Travelling Expenses	12.50
Capital Goods	40.41
Raw Materials & other items	126.50
Membership Fee	0.64
Development Expenses	1.12
Sales Commission	16.51

ACKNOWLEDGEMENT :

Your Directors wish to place on record their sincere appreciation for the whole hearted co-operation received by the company from the Government & Government Agencies, specially Canara Bank and look forward to their continuous support.

Your Directors also wish to place on record their sincere appreciation for the valued contribution, unstinted efforts and spirit of dedication shown by the company employees, officers and the executives at all levels which contributed, in no small measure, to the progress and performance of the Company during the year review.

For and on behalf of the Board of Directors

Sd/-
(SURESH K. PODDAR)
CHAIRMAN

Place : Jaipur

Dated : 20th August, 1998.

AUDITORS' REPORT

TO
THE MEMBERS
MAYUR LEATHER PRODUCTS LTD., JAIPUR.

We have audited the attached Balance Sheet of MAYUR LEATHER PRODUCTS LIMITED, JAIPUR as at 31st March, 1998 and also the Profit and Loss Account of the Company for the year ended on that date.

We report that :

1. As required by the Manufacturing and other companies (Auditors' Report) Order, 1998 issued by the Company Law Board in terms of Section 227(4-A) (4-C) of the Companies Act, 1956, we are enclosing statement on the matters specified in the said order. Further to our comments in the statements we reports as follows:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the company, so far as appears from our examination of these books.
 - (c) The company's Balance Sheet and Profit and Loss Account referred to in this report, are in agreement with the book of account.
2. In our opinion and to the best of our knowledge and information and according to the explanations given to us, the said accounts subject to our note No. 16 of Schedule 'W' regarding over valuation of work-in-progress on which we are unable to express over opinion, in absence of information and non-provision of loss in value of investment by Rs. 59.03 lacs by which, profit & investment are overstated by Rs. 59.03 lacs give a true & fair view read together with the other notes thereon give the information required by this Act in the manner so required
 - i) in the case of Balance Sheet of the state of affairs of the company as at 31st March, 1998, and
 - ii) in the case of the Profit and loss account, of the profit of the company for the year ended on that date.

For MADHUKAR GARG & COMPANY
CHARTERED ACCOUNTANTS

SD/-

(SUNIL SHUKLA)
PARTNER

JAIPUR
DATED : 18TH AUGUST, 1998

ANNEXURE TO THE AUDITORS' REPORT ON THE ACCOUNTS OF MAYUR LEATHER PRODUCTS LIMITED FOR THE YEAR ENDED 31ST MARCH, 1998

1. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. The fixed assets were physically verified by the management during the year. No discrepancies were noticed on physical verification.
2. The company has not revalued any of the fixed assets during the year.
3. As explained to us the stock of finished goods, raw material and stores and spare parts were physically verified at the end of the financial year. In our opinion the frequency of such verification is reasonable.
4. In our opinion and according to the information and explanation given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
5. As explained to us there were no material discrepancies noticed on physical verification of stocks having regard to the size of the operations of the company and the same have been properly dealt with in the books of accounts.
6. On the basis of our examinations of stock records, the valuation of stock is fair and proper in accordance with normally accepted accounting principles and is on the same basis as in the preceding year.