

MRUGESH TRADING, LIMITED

Office : Warden House, 340, J. J. Road, Jyculla, Mumbai - 400 008.
Fax : INWARDEN Telex : 011-75212 Phone : 3084801, 02, 03

SERIALIZED PRICE 00-1
For Mrugesh Trading Limited

[Signature]
For Mrugesh Trading Limited

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors have pleasure in presenting their Fifteenth Annual Report together with Audited Balance Sheet as at 31st March, 1999 and the Profit & Loss Account of the Company for the year ended on that date.

FINANCIAL RESULTS

During the year under review the Company has earned a net profit of Rs.181,507/- from which is deducted the Provision for Taxation Rs.21,000/-, and short Provision for Taxation Rs.45,006/- and deducted the Debit Balance brought over from earlier years Rs.1,388,752/- making the net Debit Balance of Rs.1,273,251/- is carried over to next year.

Y2K PREPAREDNESS

Your Directors are pleased to inform you that your Company has taken necessary steps to be Y2K compliant. The software packages and the hardware used are already certified to be Y2K compliant by the Systems Consultant and the cost for Y2K compliance is not significant.

DIRECTOR

Shri Sunil Y. Surve retires by rotation at the forthcoming Annual General Meeting and being eligible offer himself for re-appointment.

AUDITOR'S REPORT

The report of the Auditors of the Company is self explanatory and does not require any further clarifications.

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AUDITORS

M/s. I.G. Naik & Co., Chartered Accountants, Auditors of the Company retires at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment and we recommend their re-appointment.

PARTICULARS OF EMPLOYEES

The particulars of employees under the provisions of section 217(2A) of the Companies Act, 1956 are not given as no employee was in receipt of remuneration exceeding Rs.300,000/- p.a. if employed for full year or Rs.25,000/- p.m. if employed for part of the year.

Registered Office:

340, J.J. Road
Byculla
Mumbai 400 008.

Dated : 7 AUG 1999


DIRECTOR


DIRECTOR

Report  junction.com

Ishwar Naik

M. Com., LL.B., F.C.A.

I. G. NAIK & CO.

CHARTERED ACCOUNTANTS

Chandrama, 2nd Floor,
21-Kalanagar,
Bandra (East),
Mumbai - 400 051.
Resl. : (022) 645 56 51
Offl. : (022) 308 48 01 / 04
Fax : (022) 307 72 31 Tlx. : 011-75212
E-mail : ign@bom3.vsnl.net.in

AUDITOR'S REPORT

To
The Shareholders
Mrugesh Trading Limited

We have audited the attached Balance Sheet of MRUGESH TRADING LIMITED as at 31st March, 1999 and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of the books.
3. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the Books of Account.
4. In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read together with notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view.
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 1999 and
 - b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date.

As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of Section 227 (4-A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and in terms of information and explanations given to us, we state that;

- i) Since there are no fixed assets with the company, the question of maintaining records in respect thereof and physical verification of the same, does not arise.
- ii) Since there are no fixed assets with the company, the question of revaluation thereof does not arise.



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- iii) The Stocks of Shares, has been physically verified by the management at reasonable intervals during the year and/or at the close of the year.
- iv) As explained to us, the procedures of physical verification of the above referred stocks followed by the management is, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.
- v) According to the records produced to us for our verification, there were no material discrepancies noticed on physical verification of stock referred to in (iii) above, as compared to book records and the same has been properly dealt with in the books of account.
- vi) We have examined and verified the stock verification records of the Company. On the basis of such examination, we are satisfied that the valuation of stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the preceding year.
- vii) According to informations and explanations given to us, the company has obtained interest free loans and the other terms and conditions on which the unsecured loans have been obtained by the Company from the Company under the same management are in our opinion not prejudicial to the interest of the Company.
- viii) As explained to us, the company has granted interest free loans and the other terms and conditions on which the unsecured loans have been given by the Company to other Companies are in our opinion not prejudicial to the interest of the Company.
- ix) As explained to us, there are no specific terms and conditions for repayment of loans or advances in the nature of loans and as such we are unable to comment on the same.
- x) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to the purchase of goods, other assets and also for the sale of goods.

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