

MRUGESH TRADING LIMITED

Regd. Office:

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

Tel.: (022) 308 4801 - 04 Fax : 307 7231

October 25, 2000

The Dy. General Manager - Listing
The Stock Exchange - Mumbai
25th Floor
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001.

Dear Sir

Ref: Code No.12996

**Sub.: Balance Sheet & Profit Loss Account for the year
Ended 31st March, 2000**

We are forwarding herewith six (6) copies of Balance Sheet and Profit & Loss Account for the year ended 31st March, 2000 together with Reports of Directors' and Auditors' thereon for your reference and record.

Thanking you

Yours faithfully
For MRUGESH TRADING LIMITED


DIRECTOR.

Encl.: as above.

MRUGESH TRADING LIMITED

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

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors have pleasure in presenting their Sixteenth Annual Report together with Audited Balance Sheet as at 31st March, 2000 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.261,987/- from which is deducted the Provision for Taxation of Rs.95,000/-, and to which is added the excess Provision for Taxation of Rs.4,377/- and from which is deducted the Debit Balance brought over from earlier years of Rs.1,273,051/- making a net Debit Balance of Rs.1,091,886/- which is carried over to next year.

DIRECTOR

Shri Sushil Lunia 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.

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 section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees Rules, 1975) is Nil.

Registered Office:

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

TAKE	DATE	NO.	PRECI	ED
18	18	18	18	18
Dated : 18 AUG 2000				
SECRET				
MUMBAI				
91081				

DIRECTOR

DIRECTOR

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.
Res. : (022) 645 56 51
Offi : (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, 2000 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, the Profit and Loss Account and the Balance Sheet comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956.
5. 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, 2000 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:

- a) 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.

I. G. NAIK & CO.
CHARTERED ACCOUNTANTS

Con. Sheet No

: 2 :

- ii) Since there are no fixed assets with the company, the question of revaluation thereof does not arise.
- 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 before 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) The Company has not obtained any loans from Companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956 or from the Companies under the same management as defined under sub-sec. (1B) of Section 370 of the Companies Act, 1956.
- viii) According to the informations and explanations given to us the Company has granted interest free loans on call basis to a Company under the same management as defined in sub-sec. (1B) of Section 370 of the Companies Act, 1956. We are also informed that there are no specific terms and conditions for repayment of the same. Except the above, in our opinion, the loans given are 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.

