

**ANNUAL REPORT/
&
ACCOUNTS
1998-1999**

Report  Junction.com



NIRMAN CEMENTS LIMITED

BOARD OF DIRECTORS

Sri Gopal Prasad Agarwal, Chairman
Sri Sunil Kumar Khemka, Mg. Director
Sri Kashi Nath Khemka
Sri Sushil Kumar Khemka
Sri R.P. Sharma

AUDITORS

M/s Singhania Agrawal & Co.
Chartered Accountants,
New Dak Bunglow Road,
PATNA - 800 001

BANKERS

Punjab National Bank,
East Gandhi Maidan, Patna.

REGISTERED OFFICE

501B, Ashiana Chambers,
Exhibition Road,
Patna - 800 001

WORKS

N.H. - 30
Bihta
Dist. Patna

180

NIRMAN CEMENTS LIMITED

ANNUAL REPORT 1998-99

NOTICE

Notice is hereby given that 4th Annual General Meeting of Members of the company will be held at the Registered office of the company at 501B, Ashiana Chambers, Exhibition Road, Patna 800001 at 3.00 P.M. on Thursday, the 25th November 1999 to transact the following business:

AS ORDINARY BUSINESS

1. To receive and adopt Balance Sheet as at 31.03.1999 and Profit & Loss Account together with Directors' Report and Auditors' Report thereon.
2. To appoint Director in place of Sri Kashi Nath Khemka who retires by rotation, but has not offered himself for reappointment
3. To appoint Auditors and fix their remuneration.

AS SPECIAL BUSINESS

1. To pass the following resolution as an Ordinary Resolution, if thought fit, with or without modifications :
"RESOLVED THAT Sri R.P. Sharma be and is hereby appointed as Director of the Company."

Patna
26th October, 1999

On behalf of Board of Directors
Sunil Kumar Khemka
Mg. Director

Notes :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT PROXY INSTEAD OF HIMSELF/HERSELF TO ATTEND AND TO VOTE AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.

2. Register of Members will remain closed from 22.11.1999 to 25.11.1999 (both days inclusive).

Explanatory statement u/s 173(2) of the Companies Act, 1956

Sri R.P. Sharma was appointed as an additional director of the company with effect from 30.06.1999. his term of office expires on the date of ensuing Annual General Meeting but has offered himself for reappointment.

No director except Sri R.P. Sharma is interested in the resolution.

NIRMAN CEMENTS LIMITED

ANNUAL REPORT 1998-99

DIRECTORS' REPORT

Dear Members,

Your Directors present their Report and Audited Accounts of the company for the year ended March 31, 1999

FINANCIAL PERFORMANCE

	March 31, 1999	March 31, 1998
Profit before Interest & Depreciation	54.63	27.55
Less: Interest	19.87	24.36
Depreciation	20.58	19.13
Profit for the year	14.18	(15.94)
Add. Balance brought forward from Previous year	(21.41)	(5.47)
Balance carried to Balance Sheet	(7.23)	(21.41)

OPERATION

During the year sales has increased by 58% at Rs.446.38 lakhs as against Rs.283.22. lakhs in previous year. Performance would have been still better had there been no recession in cement industry. Profit before interest and depreciation has increased by 98%. This result was achieved in highly competitive market.

DIVIDEND

Due to inadequacy of profits during the year, Your Directors express their inability to recommend any dividend.

DIRECTORS

Sri R.P. Sharma was appointed as Additional Director of the company w.e.f. 30.06.1999. His term of office expires on the date of ensuing Annual General Meeting but has offered himself for appointment.

PARTICULARS OF EMPLOYEES

Pursuant to section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended, particulars of employees have not been given as no employee was in receipt of remuneration of Rs.50000/- or more per month during the year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information required under Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 with respect to energy consumption is appended hereto and forms part of this report. The company has neither earned nor spent foreign exchange during the year. No new technology has been imported. Company has not undertaken any research and development activities and no expenditure has been incurred.

NIRMAN CEMENTS LIMITED**ANNUAL REPORT 1998-99****AUDITORS**

M/S. Singhania Agrawal & Co. Chartered Accountants, Patna, the auditors of the company retire at the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

LISTING

Equity Shares of the company are listed with Magadh and Mumbai Stock Exchanges and Listing fees have been paid to both stock exchanges.

FORFEITURE AND REISSUE OF SHARES

During the year, the company has forfeited 18,82,300 Equity Shares for non payment of allotment money and reissued 4,83,900 Equity Shares on account of Second Conversion of Convertible Debentures. The company has also forfeited 59,750 Debentures due to non payment of allotment money.

Y2K COMPLIANCE

The Company has taken necessary steps to ensure Y2k compliance for all its computer systems by 30th October 1999.

FUTURE PROSPECTS

The Board is of view that the Cement Industry's growth will be much higher in the coming years as compared to the previous years and believe that Cement industry has an exciting future.

APPRECIATION

Your Directors wish to place on record their appreciation for the support and contribution made by the employees towards operations of the company. The Board also place on record their appreciation for continued cooperation and support extended by Punjab National Bank, Patna.

For and on behalf of Board of Directors

Patna
15th October, 1999

Sunil Kumar Khemka **Sushil Kumar Khemka**
Mg.Director Director

ANNEXURE TO DIRECTORS' REPORT**POWER & FUEL CONSUMPTION**

	<u>1998-99</u>	<u>1997-98</u>
Electricity (Purchased) :		
Units (KWH)	12,48,314	27,21,255
Amount (Excluding AMG)	44,59,860	80,22,432
Rate per unit (Rs)	Rs. 3.57	Rs.2.95
Production (M.T)	16463	12292
Consumption Units/M.T	75.83	221.38