



**ANNUAL REPORT  
2004 – 2005**



**NORTHERN PROJECTS LIMITED**

## NORTHERN PROJECTS LIMITED

### **DIRECTORS :**

SRI V. N. AGARWAL  
SRI A. K. GHOSH  
SRI G. K. AGARWAL

### **AUDITORS :**

SALARPURIA & PARTNERS  
7, CHITTARANJAN AVENUE  
KOLKATA - 700 072

### **BANKERS :**

UCO BANK  
KOLKATA - 700 001

### **SOLICITORS & ADVOCATES :**

KHAITAN & COMPANY  
1B, OLD POST OFFICE STREET  
KOLKATA - 700 001

### **REGISTERED OFFICE :**

6, OLD POST OFFICE STREET  
KOLKATA - 700 001



## NORTHERN PROJECTS LIMITED

### DIRECTORS' REPORT TO THE MEMBERS OF THE COMPANY

Gentlemen,

Your Directors take great pleasure in presenting their report together with Audited Accounts of the company for the year ended 31st March, 2005.

FINANCIAL RESULTS :	2004-2005 (Rs.)	2003-2004 (Rs.)
Net Profit / Loss as per Profit & Loss Account	49,19,120.00	(1,31,19,099)
Add : Balace (Cr.) B/F from Previous Year	14,00,65,800.00	15,31,88,189
	14,49,84,920.00	14,00,69,090
Less : Provision for Taxation	1,30,000.00	—
Provision for Deffered Tax	4,420.00	3,290
<b>Balance carried to Balance Sheet</b>	<b>14,48,50,500.00</b>	<b>14,00,65,800</b>

### DIVIDEND :

The Directors have considered to plough back the profit in business for better financial strength and as such they have not recommended any dividend for the year under review.

### DIRECTORS :

Shri G. K. Agarwal, Director, retire by rotation and being eligible offers himself for reappontment.

Shri V. N. Agarwal, appointed as additional Director of the Company with effect from 06.12.2004 whose terms of office will vacate at the ensuing Annual General Meeting. The Company has received a notice from a member under section 257 of the Companies Act, 1956 signifying his intention to propose the appointment of Shri V. N. Agarwal, as a Director liable to retire by rotation, of the company at the ensuing Annual General Meeting of the Company.

Shri Prakash Agarwal, Director resigned from the Board with effect from 06.12.2004. The Board recorded its appreciation of the valuable services rendered by Shri Prakash Agarwal during his tenure of office as Director of the Company.

### DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to the requirement Under Section 217(2AA) of the Companies Act, 1956 with respect to Director's Responsibility Statement, it is hereby confirmed.

- (i) that in the preparation of the annual accounts for the financial year ended 31st March, 2005 the applicable accounting standards had been followed along with proper explanation relating to material departure;
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a 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 the year under review;

## NORTHERN PROJECTS LIMITED

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- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the accounts for the financial year ended 31st March, 2005 on a going concern basis.

### DISCLOSURES :

Disclosures in terms of sub-section (2A) of section 217 of the Companies Act, 1956 and the Companies (Particulars of employee) Rules 1975 are not applicable to your company.

### PUBLIC DEPOSIT :

The Company has not accepted any deposits from the public in terms Section 58A of the Companies Act, 1956 and the rules framed thereunder.

### INFORMATION AS TO CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE :

In terms of Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rule, 1988, the requisite information is furnished herein below :-

a) Conservation of Energy	—	Not Applicable
b) Technology Absorption	—	Not Applicable
c) Total Foreign Exchange Earned	—	Rs. 22,08,81,630/-
d) Total Foreign Exchange used	—	Rs. 13,67,81,226/-

### AUDITORS :

M/s. Salarpuria & Partners, Chartered Accountants, retires at the conclusion of the ensuing Annual General Meeting. They have signified their willingness to accept re-appointment and they have further confirmed their eligibility Under Section 224(1B) of the Companies Act, 1956.

Your Directors look forward to the future with confidence.

Registered Office  
6, Old Post Office Street  
Kolkata - 700 001.  
Dated : The 5th day of July, 2005

For and on behalf of the Board  
V. N. AGARWAL  
A. K. GHOSH  
Directors

# NORTHERN PROJECTS LIMITED

## AUDITORS' REPORT

### TO THE MEMBERS :

We have audited the attached Balance Sheet of NORTHERN PROJECTS LIMITED, as at, 31st March, 2005 and also the Profit and loss Account for the year ended on that date annexed thereto and the Cash Flow statement for the period ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report Amendment) Order, 2004 issued by the Central Government of India in terms of sub section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that :

- i) 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.
- ii) 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 those books.
- iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- v) On the basis of written representations received from the Directors, as on 31st March, 2005, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2005 from being appointed as a director in terms of Clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
  - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2005.
  - (b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date and;
  - (c) in the case of Cash Flow statement, of the cash flows for the year ended on that date.

7, Chittaranjan Avenue  
Kolkata - 700 072  
The 5th day of July, 2005.

FOR SALARPURIA & PARTNERS  
Chartered Accountants  
ARABINDA GHOSH  
Partner  
Membership No. 51855

# NORTHERN PROJECTS LIMITED

## ANNEXURE

### TO THE AUDITORS' REPORT

1. (a) The Company has maintained proper records showing full particulars details and situation of Fixed Assets.  
 (b) Fixed Assets have been physically verified by the management periodically in a phased manner and no material discrepancies have been noticed on physical verification as confirmed by the Management.  
 (c) No substantial part of Fixed Assets has been disposed off during the year, which has bearing on the going concern assumption.
2. (a) As per information & explanation given to us, physical verification of Inventory have been conducted at reasonable intervals during the year by the management.  
 (b) In our opinion, the procedures of physical verification of Inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.  
 (c) The company has maintained proper records of inventory. No material discrepancies were noticed on physical verification.
3. (a) As per information and explanation given to us, the Company has not granted secured/unsecured Loans/ Advance to any companies or firms covered in the register maintained under Section 301 of the Companies Act, 1956.  
 (b) Since the company has not granted/taken loan as above hence Clauses (b) to (g) of clause 3 does not apply.
4. On the basis of checks carried out during the course of audit and as per explanations given to us, we are of the opinion that there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system.
5. (a) In our opinion & according to the information & explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered into the register maintained U/s. 301 of the Companies Act, 1956 have been so entered.  
 (b) In our opinion and according to the information & explanations given to us these transactions have been made at prices which are reasonable having regards to the prevailing market prices at the relevant time.
6. The company has not accepted public deposits and so the provision of Sec. 58A & 58AA and any other relevant provision of the Act does not apply to the company.
7. The company does not have an Internal Audit System, however as explained to us internal control system of the company is commensurate with the size and nature of the business.
8. Maintenance of cost records U/s. 209(1) (d) of the Companies Act, 1956 does not apply to the company.
9. (a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company is regular in depositing undisputed statutory dues including, Income Tax, and other statutory dues with the appropriate authorities.  
 (b) According to information and explanations given to us, there are no dues of Income Tax, and other statutory dues which have not been deposited on account of any dispute.