

**TWENTY FIRST  
ANNUAL REPORT  
1999-2000**



**PRAKASH WOOLLEN MILLS LIMITED**

**Regd. Office : Prakash Lane, Civil Lines  
Kanth Road, Moradabad-244 001**

## **PRAKASH WOOLLEN MILLS LIMITED**

### **BOARD OF DIRECTORS :**

SHRI PRAKASH CHAND GUPTA	- Managing Director
SHRI VED PRAKASH GUPTA	- Director
SHRI JAI KISHAN GUPTA	- Whole Time Director
SHRI DAYA KISHAN GUPTA	- Whole Time Director
SHRI VIJAY KUMAR GUPTA	- Whole Time Director
SHRI B. RAI	- Director

### **REGISTERED OFFICE:**

Prakash Lane, Civil Lines, Kanth Road, Moradabad

### **WOOLLEN DIVISION :**

Vill. Mangupura, PO. Pakbara, Delhi Road, Moradabad

### **ACRYLIC DIVISION :**

Vill. Amhera, P.O. Chaudherpur, Delhi Road, Moradabad

### **BANKERS :**

STATE BANK OF INDIA

### **AUDITORS :**

AGARWAL PAWAN KUMAR & CO.,  
Chartered Accountants

### **BOOK CLOSURE DATE :**

22<sup>nd</sup> September 2000 to 28<sup>th</sup> September 2000 (Both days inclusive)

### **ANNUAL GENERAL MEETING :**

**Date and Time :** Thursday 28<sup>th</sup> September 2000, 11:30 A.M.

**Venue :** Regd. Office : Prakash Lane, Civil Lines, Kanth Road, Moradabad

### **SHARE TRANSFER AGENT:**

M C S Limited  
Srivenkatesh Bhavan,  
212-A, Shahpur jat,  
New Delhi - 110 049

**PRAKASH WOOLLEN MILLS LIMITED**

**Regd. Office : Prakash Lane, Civil Lines, Kanth Road, Moradabad**

**NOTICE**

NOTICE is hereby given that Twenty First Annual General Meeting of the Shareholders of Prakash Woollen Mills Limited will be held on Thursday, the 28<sup>th</sup> day of September, 2000 at 11:30 A.M. at Regd. Office: Prakash Lane, Civil Lines, Kanth Road, Moradabad to transact the following business :

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Directors Report, Auditors Report, Audited Balance Sheet and Profit & Loss Account for the year ended 31st March 2000.
2. To appoint a Director in place of Shri JAI KISHAN GUPTA, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Shri DAYA KISHAN GUPTA, who retires by rotation and being eligible offers himself for reappointment.
4. To appoint auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to authorise the Board to fix their remuneration. M/s Agarwal Pawan Kumar & Co., Chartered Accountants, Meerut the retiring auditors being eligible, for reappointment, offer themselves for reappointment.

**NOTES:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy so appointed need not be a member of the Company. Proxies, in order to be effective, must be received at the registered office of the Company not less than 48 hours before the time for holding the meeting.
2. Members desiring any information about the accounts and operations of the Company are requested to send their queries atleast ten days before the date of the Annual General Meeting so that information can be made available at the meeting.
3. The Register of Members and Share Transfer Books of the company will remain closed from 22<sup>nd</sup> September 2000 to 28<sup>th</sup> September 2000 (both days inclusive) for the purpose of Annual General Meeting.
4. Members are requested to bring their copy of Annual Report and Attendance slip (duly completed) alongwith them at the Meeting.
5. Members are requested to quote their folio number in all correspondence with Company.

By order of the Board of Directors

Place : Moradabad  
Date : 28/6/2000

(PRAKASH CHAND GUPTA)  
Managing Director

**DIRECTORS REPORTS FOR THE YEAR ENDED 31ST MARCH 2000**

To  
The Members,

The Directors hereby present the Twenty First Annual Report together with the audited statements of accounts of the company for the financial year ended 31st. March 2000.

<b><u>FINANCIAL RESULTS</u></b>	<b><u>1999-2000</u></b>	<b><u>1998-99</u></b>
		(Rs. in Lacs)
Sales & other Income	2048.06	1801.17
Profit before interest tax and depreciation	314.54	152.38
Interest	149.49	157.97
Profit/loss before Tax & Depreciation	165.05	(-) 5.59
Depreciation	62.46	56.42
Profit before tax & after Interest and Depreciation	102.59	(-) 62.01
Provision for taxation	12.00	--
Profit after tax	90.59	(-) 62.01
Net Profit available for appropriation	90.59	(-) 62.01

**Appropriation:**

Proposed Dividend	-NIL-	-NIL-
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**DIVIDEND**

Your Directors do not recommend any dividend for the year under review .

**OPERATIONS****ACRYLIC DIVISION**

During the year 1999-2000, the production of blankets went up to 187145 pcs. showing an increase of 46.30% over the previous year's production.

**SHODDY DIVISION**

The production of blankets was lower by 20.00% in terms of pieces during the year under consideration over the previous year's production. Number of pieces produced during the year 1999-2000 were 275093 down from 344163 in the previous year.

**LABOUR RELATIONS**

Relations between the workers and the Management during the year have been cordial. Management has considered the demands of workers sympathically from time to time.

**FIXED ASSETS**

Fixed assets of the company have been kept in proper state of repairs and all assets have been insured adequately.

**DIRECTORS**

As per the provisions of Section 256 of the Companies Act, 1956 Shri JAI KISHAN GUPTA and Shri DAYA KISHAN GUPTA, Directors of the Company are due for retirement by rotation at the forthcoming Annual General Meeting and are being eligible offer themselves for reappointment.

**PARTICULARS OF EMPLOYEES :**

Particulars of employees as required under section 217(2A) of the Companies Act, 1956 are nil.

**Y2K PREPAREDNESS :**

The hardware and Software presently in use with the company is Y2K compliant and the company successfully entered the year 2000.

**AUDITORS :**

M/s Agarwal Pawan Kumar & Co., Chartered Accountants, Meerut the retiring Auditors are being eligible for re-appointment offer themselves for re-appointment.

**AUDITORS REPORTS :**

The notes on accounts referred to in the Auditors Reports are self explanatory and therefore do not call for any further comments under 217(3) of the companies Act, 1956.

**CONSERVATION OF ENERGY :**

The management of the company continues to review the measures taken for the conservation of energy from time to time. Periodical studies are also undertaken for the identification of the areas where more efficient use of energy can be made. Such review and studies do help in the saving and conservation of energy but can't be quantified.

**FORM A**  
(See Rule 2)

Form for Disclosure of Particulars with respect to Conservation of Energy

	1999-2000 Current Year	1998-1999 Previous Year
<b><u>A. Power and fuel consumption</u></b>		
<b><u>1. Electricity</u></b>		
(a) Purchased		
Unit (KWH)	3,81,991	6,16,354
Total Amount (Rs. '000)	2445	3873
Rate/Unit (Rs/Unit)	6.40	6.28
(b) Own generation		
(i) Through diesel generator		
Unit (KWH)	5,85,600	8,37,700
Unit per-ltr.of diesel oil	3.49	3.45
Cost/ Unit	4.29	2.97
(ii)Through steam turbine/Generator		
Unit	NIL	NIL
Unit per ltr.of fuel oil/gas	NIL	NIL
Cost/Unit	NIL	NIL
<b><u>2. Coal(specify quality and where used)</u></b>		
Quantity (tonnes)	NIL	NIL
Total cost	NIL	NIL
Average rate	NIL	NIL
<b><u>3. Furnace Oil</u></b>		
Quantity (K.ltrs.)	NIL	NIL
Total Amount	NIL	NIL
Average rate	NIL	NIL
<b><u>4. Others/internal generation</u></b>		
(Baggase/Paddy Husk)		
Quantity (Qlts)	5,784.16	9,039.17
Total Cost(Rs. '000)	566	781
Rate/Unit	97.80	84.20

**B. Consumption per unit of production :**

Products (with details unit)	Standards (if any)	Current Yr.	Previous Yr.
<b><u>YARN(KG) :</u></b>			
Electricity KWH	NIL	0.98	0.83
Furnace Oil	NIL	NIL	NIL
Coal (Specify quality)	NIL	NIL	NIL
Others (specify)	NIL	NIL	NIL
<b><u>BLANKETS(PCS) :</u></b>			
Electricity KWH	NIL	0.64	1.43
Furnace Oil	NIL	NIL	NIL
Coal (Specify quality)	NIL	NIL	NIL
Others (specify)	NIL	NIL	NIL
<b><u>ACRYLIC BLANKETS(PCS) :</u></b>			
Electricity KWH	NIL	3.11	3.65
Furnace Oil	NIL	NIL	NIL
Coal (Specify quality)	NIL	NIL	NIL
Others (specify)	NIL	NIL	NIL

**ABSORPTION OF TECHNOLOGY**

No R & D is carried out by the company. However imported foreign technology is being used in the production of acrylic mink blankets.

- a. Technology imported : Acrylic Mink Blanket  
 b. Year of import : 95-96  
 c. Has technology been fully absorbed : YES  
 d. If not fully absorbed, : NA  
 areas where this has not taken place, reasons therefor and future plans of action

**FOREIGN EXCHANGE EARNINGS AND OUTGO**

	1999-2000	1998-1999
	(Rs. in Lacs)	
1. During the year company used foreign Exchange: (Payment Basis)		
(a) on purchase of Raw Material & Consumables	41.15	216.51
(b) on travelling	2.49	11.84
(c) on purchase of machinery	20.77	22.38
Total	64.41	250.73
2. During the year company earned Foreign Exchange	NIL	12.96

**APPRECIATIONS**

Your Directors like to record their sincere appreciation for the support which the company received from its Employees, Clients, Bankers, Central/ State Governments, Financial Institutions and their various agencies and other organisation during the year.

FOR AND ON BEHALF OF THE BOARD

PLACE : MORADABAD  
 DATE : 28-6-2000

(PRAKASH CHAND GUPTA)  
 Chairman