

**5th
ANNUAL REPORT
1998 - 99**



PEETI SECURITIES LIMITED

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PEETI SECURITIES LIMITED

BOARD OF DIRECTORS

Sri Sandeep Peeti	Managing Director
Sri Rajesh Peeti	Executive Director
Sri Satyanarayana Peeti	Director
Sri Purushottam Peeti	Director
Sri Nirmala Peeti	Director
Sri Raj Kumar S Adukia	Director
Smt. Nisha Peeti	Director
Smt. Sonika Peeti	Director

REGISTERED OFFICE

609, 6th Floor,
Swapnalok Complex
S.D. Road
Secunderabad - 500 003

BANKERS

The Tamilnad Mercantile Bank Limited,
Siddiamber Bazar, Hyderabad.

Chenoy Trade Center, Secunderabad.

AUDITORS

M/S. MKA Associates
Chartered Accountants,
412, 4th Floor, Sherza Estate
Mouzamzahi Market
Hyderabad - 500 195

PEETI SECURITIES LIMITED**NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that the 5th Annual General Meeting of the members of the company will be held on Thursday the 30th of September, 1999 at 10.00 A.M. at Bhagya Nagar Function Hall, Siri Nagar, Opp Siris Pharmaceuticals Limited, L.B. Nagar, Hyderabad to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 1999, Profit & loss Account for the year ended on that date, Statements and Schedules annexed or attached there to together with Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Sri Satyanarayana Peeti, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in Place of Smt. Nisha Peeti, who retires by rotation and being eligible, offers herself for reappointment.
4. To appoint Auditors and fix their remuneration.

BY ORDER OF THE BOARD

PLACE : SECUNDERABAD

SANDEEP PEETI

DATE : 20-8-1999

MANAGING DIRECTORS

NOTE :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The share holders are requested to intimate immediately any change in their registered address with the company.
3. Members / Proxies should bring the attendance slip duly filled in for attending the meeting along with the annual report.
4. The Register of Members and Share Transfer Books of the company will remain closed on 30th September 1999.

PEETI SECURITIES LIMITED**DIRECTOR'S REPORT**

To
The Members,

Your Directors have pleasure in Presenting the 5th Annual Report of your Company together with the audited accounts of the company for the year ended 31st March 1999.

FINAL RESULTS

	For the year ended 31.3.99 (Rs. in lacs)	For the year ended 31.3.98 (Rs. in lacs)
I) Income from operations	28.39	25.47
II) Other Income	0.98	0.58
III) Total expenditure	33.99	47.14
IV) Interest	0.36	0.39
V) Gross Profit (+) /Loss(-) Interest and before Depreciation and Taxation	(9.42)	(3.11)
VI) Depreciation	3.16	0.73
VII) Provision for tax	NIL	NIL
VIII) Net Profit (+) /(-)Loss	(6.26)	(3.84)
IX) Paid up Equity Share Capital	375.04	375.04
X) Reserve and Surplus	NIL	NIL

REVIEW OF PERFORMANCE

During the year under review your company has earned interest on loans of Rs. 28-29 lakhs and earned Bill discounting charges of Rs. 0.98 lakhs. However the income from textile division was not as per the expectations due to severe recessionary trends in the textile industry due to which your company had sustain a loss of Rs. 1.8 lakhs. Consequently, the company posted a net loss of Rs. 6.26 lakhs. However the Directors are confident that your company will turn the corner during this year once the textile industry picks up.

PROJECTIONS V/S PERFORMANCE

	(Rs. in lacs)	
Particulars	Performance 1998-99	Projections 1998-99
Income from operations	28.39	388.83
Other Incomes	0.98	—
Gross Profit	(9.42)	265.96
Profit after tax	(3.84)	144.09
Equity	375.04	375.04

PEETI SECURITIES LIMITED**Explanation for Variation :**

The Company could not be able to achieve the projections as mentioned in the prospectus due to the Unfavourable and Sluggish Capital Markets.

DIVIDENDS

In view of the losses suffered by your company, your Directors express their inability to recommend any dividend on the Equity shares for the year under review.

FIXED DEPOSITS

Your company has not accepted any Deposits.

DIRECTORS

Sri Satyanarayana Peeti and Smt. Nisha Peeti retire by rotation at the ensuing Annual General Meeting. Being eligible, offer themselves for reappointment

AUDITORS

The tenure of present auditors M/s MKAASSOCIATES, Chartered Accountants comes to an end at the conclusion of ensuing Annual General Meeting. Being eligible for the re-appointment, Board has proposed to re-appoint them for another term and will hold office till the conclusion of next Annual General Meeting. Your company has received a letter from the auditors stating that the appointment if made will be in accordance with the provisions of Section 224 (1B) of the Companies Act, 1956.

CASH FLOW STATEMENT

A Cash flow Statement as required by an amended clause of the stock Exchange Listing Agreement is annexed to this report.

PARTICULARS OF EMPLOYEES

Pursuant to Section 217 (2A) of the Companies Act, 1956 read with Companies (particulars of employees) rules 1975, no employee of your company is in receipt of remuneration in excess of Rs. 6,00,000/- in aggregate per annum or Rs. 50,000/- per month for the year under review.

PERSONNEL

Your Directors wish to place on record their appreciation for the devoted services rendered by the employees.

DISCLOSURES

As your company is a Non-Banking Finance Company and engaged in Trading activity, Information required to be disclosed under the Companies (Disclosure of particulars in the report of Board of Directors) Rules 1988 regarding Conservation of Energy, Technology Absorption need not be disclosed. There is no foreign exchange inflow or outflow for the year under review.

ACKNOWLEDGEMENTS

Your Directors wish to place on record their appreciation for the support received from Banks, Investors, Customers and Employees during the year under review.

PLACE : SECUNDERABAD

DATE : 20-8-1999

CHAIRMAN