

## **JALAN CEMENT WORKS LIMITED**

Regd. Office: 81, N.S.Road  
2<sup>nd</sup> Floor, R.No.-202  
KOLKATA - 700 001

### **DIRECTORS REPORT**

TO THE MEMBERS OF  
JALAN CEMENT WORKS LIMITED.

Your Directors have pleasure to submit their Annual Report together with Audited Accounts and Auditor's Report of the Company for financial year ended 31<sup>st</sup> March, 2007,

#### **OPERATION AND FINANCIAL RESULT**

Your Directors report that the working of the Company for the year under review has resulted a profit of Rs.1,49,99,312/-

#### **FUTURE PERFORMANCE**

During the Year the Performance of the Company was better in comparison to that of the last year. In crease in the share prices are likely to contribute to the profit in the coming year. Your Director are hopeful of much better results in the coming year.

#### **DIVIDEND**

In view of the nominal profit during the year, your Directors do not propose any dividend.

#### **APPOINTMENT OF DIRECTORS**

In accordance of the Articles of Association of the Company and the provisions of the Companies Act, 1956, the Directors of the Company are not eligible for retirement by rotation.

#### **APPOINTMENT OF AUDITORS**

M/S Maroti & Associates., Chartered Accountants, statutory auditors of the Company retiring at the forthcoming Annual General Meeting of the Company and being eligible offer themselves for re-appointment.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGOINGS :**

The necessary information U/s 217(1)(e) of the Companies Act, 1956 as required by the Companies ( Disclosure of Particulars in the report of Board of Directors ) Rules, 1988 for conservation of Energy, technology absorption and Foreign Exchange Earnings & Outgoings are applicable to the Company.

#### **RESEARCH AND DEVELOPMENT**

NIL

**PARTICULARS OF EMPLOYEE :**

Particulars of employees as required u/s 217(2A) of the Companies Act, 1956 as amended, are not applicable to the company

**AUDITORS REPORT**

As regards the observations in the Auditor's Report the explanations given in the Notes to the Accounts are self-explanatory

**DIRECTORS RESPONSIBILITY STATEMENT :**

Your directors hereby report:

- a) The accounting standards were followed in the preparation of annual accounts of the year ended under –review.
- b) That the Directors have selected such accounting policies and applied them consistently & made judgment and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2007 and Profit & Loss Account for the period ended 31<sup>st</sup> March, 2007.
- c) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing / detecting fraud & other irregularities.
- d) That annual accounts have been prepared on a going concern basis

**ACKNOWLEDGEMENT**

Your Directors wish to acknowledge the continued faith and confidence reposed by the shareholders in the company.

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81, N.S. Road  
2<sup>nd</sup> Floor, R.No. – 202,  
Kolkata – 700 001

By Order Of the Board

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Dated : 9 AUG 2007

CHAIRMAN

**MAROTI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

9/12, Lal Bazar Street, "Mercantile Building",  
Block-"E", 3<sup>rd</sup> Floor, Room No.2,  
Kolkata-700 001  
Telephone No. 2231-9392 , 9391  
Fax No. 2243-8371  
E-Mail: [mkmaroti @ satyam.net.in](mailto:mkmaroti@satyam.net.in)

**AUDITORS' REPORT**

To  
The Members  
**JALAN CEMENT WORKS LIMITED**

We have audited the attached Balance Sheet of **JALAN CEMENT WORKS LIMITED**, as at **31st March, 2007** and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. 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 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order 2003 as amended, 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 paragraph 4 and 5 of the said order to the extent it is applicable to the Company.

Further to our comments in the Annexure referred to in paragraph above, we state that: -

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
2. In our opinion, proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of those books;
3. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account;



**MAROTI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Continuation Sheet ,

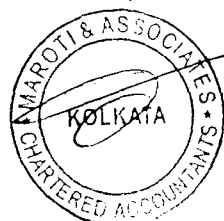
4. In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the accounting standards referred to in sub Section (3C) of Section 211 of the Companies Act, 1956;

5. On the basis of written representations received from the Directors, as on 31st March, 2007, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2007 from being appointed as Director in terms of clause (g) of subsection (1) of section 274 of the Companies Act, 1956;

6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies, and Notes thereon 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: -

- i) In the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2007;
- ii) In the case of the Profit & Loss Account, of the profit for the Year ended on that date; and
- iii) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that Date;

For **MAROTI & ASSOCIATES**  
**(CHARTERED ACCOUNTANTS)**



*M.K. Maroti*  
**M.K. Maroti**  
**(Proprietor)**

Place : Kolkata

Date :

9th August, 2007

M. No.057073

**MAROTI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Continuation Sheet ,

**ANNEXURES TO THE AUDITORS' REPORT**

Referred to in paragraph 3 of our Report of even date on the Accounts for the year ended on **31st March 2007**.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.  
  
(b) The Fixed Assets are physically verified by the management at reasonable intervals having regard to the size of the Company and the nature of assets and no discrepancies have been noticed during such verification.  
  
(c) The Company has disposed off a part of the Fixed Assets during the year, but it has affected the going concern concept of the company.
2. (a) During the year, the inventories have been physically verified by the management. In our opinion, the frequency of verification is reasonable.  
  
(b). In our opinion and according to the information and explanation given to us, the procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.  
  
(c). On the basis of our examination of the record of inventories, we are of the opinion that the Company is maintaining proper records of inventories. No material discrepancies have been noticed on physical verification of inventories with book records and the same have been properly dealt with in the books of accounts.
3. The Company has neither taken loan from Companies covered in the Register maintained under Section 301 of the Companies Act, 1956 and nor given loan to Companies covered in the Register maintained under section 301 of the Companies Act, 1956.
4. 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 purchase and sale of inventories, fixed assets and investments. During the course of our audit no major weakness has been noticed in the internal control.

