

**27<sup>th</sup>  
ANNUAL REPORT  
2010-2011**

**PRIYADARSHINI THREAD LIMITED**

**BOARD OF DIRECTORS**

**Directors** : Mr. G. B. K. Reddy  
Mr. B. V. Ratnam  
Mr. E. Manoj Kumar Reddy  
Mr. A. Ramesh Babu

**Auditors** : M/s. M M REDDY & CO.,  
Chartered Accountants  
Rajbhavan Road,  
Somajiguda, Hyderabad.

**Regd. Office** : G-8, Amrutha Ville  
RAJBHAVAN ROAD,  
SOMAJIGUDA  
Hyderabad - 500082.

**Registrar and Share Transfer Agents :**

M/s. Aarthi Consultants Private Limited  
1-2-285, Domalguda  
Hyderabad-500029

**NOTICE TO SHARE HOLDERS**

Notice is hereby given that the Twenty seventh Annual General Meeting of the Company will be held on 30.09.2011 at 4.30 P.M. at the registered office, G-8, Amrutha Ville, Rajbhavan Road, Somajiguda, Hyderabad-500082 to transact the following business.

**ORDINARY BUSINESS:**

1. To receive consider and adopt the Profit and loss Account for the year ended March 31, 2011 and the Balance sheet as on that date and the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr. E. Manoj Kumar, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint M/s M M REDDY & CO., Chartered Accountants as auditors of the Company and to hold office from the conclusion of this Annual General Meeting until conclusion of the next Annual General Meeting and to authorise the Board to fix their remuneration.

**SPECIAL BUSINESS:**

4. To consider and if thought fit, to pass, with or without modification(s) the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT Mr. Allam Ramesh Babu who was appointed as additional director of the Company pursuant to the provisions of section 260 of the Companies Act, 1956 by the Board of Directors w.e.f. 12.02.2011 and who holds the office up-to date of the ensuing annual general meeting and in respect of whom the company has received a notice in writing under section 257 read with section 190 of the said Act, along with requisite deposit proposing him as candidate for the office of director of the company, be and is hereby appointed as a director of the company whose period of office is liable to be determined by retirement of directors by rotation."

**For and on behalf of Board of Directors of  
M/s. PRIYADARSHINI THREAD LIMITED**

Sd/-

Place Hyderabad  
Date:15.07.2011

**B. V. Ratnam**  
Director

**Notes:**

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 the proxy need not be a member of the company.
2. The instrument appointing the Proxy should however be deposited at the Registered Office of the company not less than 48 hours before the commencement of the meeting.
3. Members/Proxies should bring the attendance slip sent here with duly filled in for attending the meeting.
4. All documents referred to in the Notice are open for inspection at the Registered Office of the Company between 11.00 A.M. to 1.00 P.M on any working day prior to the date of the meeting and also at the meeting.
5. Member intending to require information about Accounts to be explained at the meeting are requested to write the company at least ten days in advance of the Annual General Meeting.
6. Register of Members and share Transfer Books remain closed from 27.09.2011 to 30.09.2011 (Both days inclusive).

**EXPLANATORY STATEMENT****(Pursuant To Section 173(2) of the Companies Act, 1956)****Item Nos. 4:**

The members may note that Mr. A. Ramesh Babu was inducted into Board as Additional Director of the Company with effect from 12.02.2011 pursuant to the provisions of section 260 of the Companies Act, 1956 and holds the office as such up to the date of ensuing Annual General Meeting. The company has received notice in writing from a member of the company along with the requisite deposit under Section 257 read with section 190 of the Companies Act, 1956 proposing the candidature of the above said person for the Office of Director whose period of office is determinable by retirement of Directors by rotation.

As per the provisions of section 257 of the Act, any such proposal ought to be approved by the members in their General Meeting.

Hence, the Board recommends the resolution for your approval.

None of Directors except Mr. A. Ramesh Babu may be deemed to be concerned or interested in the resolution.

**For and on behalf of Board of Directors of  
M/s. PRIYADARSHINI THREAD LIMITED**

**Sd/-**

**Place Hyderabad  
Date:15.07.2011**

**B. V. Ratnam  
Director**

**DIRECTORS REPORT**

To,  
The Members,  
Priyadarshini Thread Limited

Your Directors, present the Annual Report and the Audited Accounts for the financial year ended March 31, 2011.

**FINANCIAL RESULTS:**

(Rs. in lakhs)

Particulars	Year Ended March 31	
	2011	2010
Sales	25.80	12.70
Profit Before Interest and Depreciation	7.08	0.24
Interest & Finance Charges	0.00	0.00
Profit/(loss) After Interest But Before Depreciation	7.08	0.24
Depreciation	1.16	0.00
Profit/(Loss) for the Year	5.91	0.24
Other Income	0.00	0.00
Net Profit/(Loss)	5.91	0.17

**REVIEW OF OPERATIONS:**

During the year under review, the company made a turnover of Rs.25.80 lakhs and net profit of Rs. 5.91 lakhs against a turnover of Rs. 12.70 and Net profit of Rs. 0.17 lakhs during the previous year.

**DIVIDEND:**

Your directors express their inability to recommend any dividend for the financial year 2010-2011.

**DIRECTORS:**

Mr. E.Manoj Kumar retires by rotation and being eligible offers himself for reappointment. Your Board recommends the re-appointment of the Director above in the best interests of the company.

During the year Mr. A. Ramesh Babu inducted into the board on 12.02.2011 as additional director.



**BRIEF PROFILE:****Mr. E. Manoj Kumar:**

E. Manoj Kumar Reddy, aged 39 years, is a post graduate in M.Sc.. He has an experience of more than 14 years in procurement of materials, machinery and human resources. He has vast experience in carrying out the commercial operations of companies

**Mr. A. Ramesh Babu:**

Mr. Ramesh Babu, aged 36 years is a Graduate in Commerce. He has more than 10 years of experience in management and finance, accounts and taxation fields

**AUDITORS:**

M/s. M M. Reddy & Co., Chartered Accountants, the Company's Auditors hold office till the conclusion of the ensuing Annual General Meeting. The Auditors have furnished the certificate under section 224(1) of the Companies Act, 1956, of their eligibility for re appointment.

**PAID UP CAPITAL OF THE COMPANY:**

The paid up Capital of the Company stands at Rs 25,678,000 consisting 25,67,800 fully paid up Equity shares of Rs. 10/- each

**PUBLIC DEPOSITS:**

Your Company has not accepted any deposits falling within the meaning of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, during the financial year under review.

**LISTING:**

The equity shares of your company are listed on The Bombay Stock Exchange and suspended due to penal reasons. and the Company has applied for revocation of suspension.

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement Under Section 217 (2AA) of the Companies Act 1956, with respect to the Directors' Responsibility Statement, it is hereby confirmed by the Board that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed

- ii) Appropriate accounting policies have been selected and applied consistently and judgment and estimates that are reasonable and prudent have been made 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 loss of the company for the financial year ended 31<sup>st</sup> March, 2011;
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) The Directors had prepared the annual accounts on a going concern basis;

#### **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 Board of Directors) Rules, 1988 with respect to these matters is given in Annexure – 1 and form part of this report.

#### **PARTICULARS OF EMPLOYEES:**

There is no employee who is falling under section 217(2A). Therefore, the disclosures required to be made under section 217(2A) of the Companies Act, 1956 and the rules made there under are not applicable.

#### **CORPORATE GOVERNANCE:**

The provisions relating to Clause 49 on corporate governance are not applicable to the Company since the paid up capital of the Company is below Rs. 3 crores.

#### **ACKNOWLEDGEMENTS:**

Your Directors are pleased to place on records their sincere appreciation to the Company's Bankers, employees, customers, suppliers and shareholders for their valuable support and co-operation.

**For and on behalf of Board of Directors of  
M/s. PRIYADARSHINI THREAD LIMITED**

Sd/-

Place: Hyderabad  
Date: 15.07.2011

**B. V. Ratnam**  
Director



## ANNEXURE - I

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

- a)
- b) Due to unmanageable huge cash loss, the operations of the plant were stopped since 1999. As such there was no major consumption of energy during the financial year 2010-11.
- b) Energy conservation measures taken: None, since there was no major consumption of energy during the financial year
- c) Additional investments and proposals, if any, being implemented for reduction of consumption of energy. None, since there was no major consumption of energy during the financial year
- d) impacts of the measures at (a) and (b) above for reduction of energy consumption and subsequent impact on the cost of production of goods are shown in item (b) of Form 'A'
- e) Total energy consumption per unit of production nil as there were no production operations.

For and on behalf of Board of Directors of  
M/s. PRIYADARSHINI THREAD LIMITED

Sd/-

Place Hyderabad

Date: 15.07.2011

B. V. Ratnam  
Director