



CERTIFIED TRUE COPY
FOR MANAY YARN PRODUCTS LTD.

S. S. Saver
MANAGING DIRECTOR

Report Junction

1999-2000

16th ANNUAL REPORT

MANAV YARN PRODUCTS LIMITED**BOARD OF DIRECTORS**

Surendra T. Savai	<i>Chairman & Managing Director</i>
Ajay S. Savai	<i>Joint Managing Director</i>
C. B. Gemavat	<i>Director</i>
Dr. Chandresh K. Painter	<i>Director</i>

Bankers

Bank of India

Auditors

Vipin Batavia & Co. Chartered Accountants

Registered Office :

195, Walkeshwar Road, Teen Batti, Mumbai-400 006.

Works :

Unit I, Unit IA & Unit IB
 10-A, Govt, Industrial Estate,
 Phase II, Piperia, Silvassa,
 Dadra & Nagar Haveli.

Contents	Pages
Notice	4
Directors' Report	5
Auditors' Report	6
Balance Sheet	8
Profit & Loss Account	9
Notes on Accounts	15
Company Information	17
Cash Flow Statement	18

MANAV YARN PRODUCTS LIMITED



SIXTEENTH ANNUAL REPORT NOTICE

NOTICE is hereby given that the Sixteenth Annual General Meeting of the Members of Manav Yarn Products Limited will be held on Friday, 29th September, 2000 at 4.00 p.m. at Tarabai Hall, 97, Marine Drive, Mumbai - 400 002, to transact the following business :

1. To consider and adopt the Audited accounts for the year ended 31st March, 2000 togetherwith Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Dr. Chandresh K. Painter, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

By Order of the Board

Place : Mumbai,
Dated : 4th September, 2000

SURENDRA T. SAVAI
Chairman & Managing Director

NOTES :

1. A Member entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of himself and a Proxy need not be a member. The Proxy Form duly completed and signed should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will be closed from Thursday 28th September, 2000 to 4th October, 2000 (both days inclusive).

By Order of the Board
For MANAV YARN PRODUCTS LTD.

Place : Mumbai,
Dated : 4th September, 2000

SURENDRA T. SAVAI
Chairman & Managing Director

Report Junction.com

MANAV YARN PRODUCTS LIMITED**DIRECTORS' REPORT**

To,
The Members,
Manav Yarn Products Limited

Your Directors hereby present the Sixteenth Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2000.

1. FINANCIAL RESULTS :

	<u>1999-2000</u>	<u>1998-99</u>
Sales	53,07,963	11,26,98,233
Profit/(Loss) before Depreciation	(59,95,719)	(4,41,63,367)
Less : Depreciation	50,99,524	2,68,43,680
Profit/(Loss) after Depreciation	(1,10,95,243)	(7,10,07,047)
Less : Provision for Income Tax (MAT)	--	--
Total Profit/(Loss) for the year	(1,10,95,243)	(7,10,07,047)
Add : Excess Tax Provision	--	500
Profit/(Loss) for the year after Dep. and Income Tax	(1,10,95,243)	(7,10,06,547)
Less (Add) : Surplus brought forward from previous year	(5,13,56,951)	1,96,49,596
Balance Carried over to Balance Sheet	<u>(6,24,52,194)</u>	<u>(5,13,56,951)</u>

2. PERFORMANCE :

During the year, under report there was no production of our own, as it was not economical to race the unit as the praco realisation were considerably less than the cost of production. Unit No. I was worked on job work basis and Unit No. II was closed. Subsequently Unit No. II was sold and the proceeds were utilised for payment for all the dues of GIC and GSFC on a OTS basis presently, Unit No. I does not have job work and your Directors are considering either leasing out of the Unit or disposing of the same in order to settle all the dues of the Bank.

3. DIVIDEND :

In view of the accumulated losses, your Directors regret their inability to recommend any dividend.

4. CURRENT YEAR :

The prospects for the Current year are very black and your Directors are considering leasing disposal of Unit No. I, so that dues of the Bank can be settled on a OTS basis.

5. DIRECTORS :

During the year under report, Shri S. C. Kothari, Shri Pramit M. Shah and Shri Mahendra N. Shah, three of the Directors of the company, resigned owing to their personal reasons. Shri S. M. Dudani, a Director of the company expired. Dr. Chandresh K. Painter, a Director of the company, retires by rotation at the ensuring Annual General Meeting and being eligible, offers himself for reappointment.

6. PARTICULARS OF EMPLOYEES :

There were no employees pursuant to Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules, 1975, as amended.

7. CONSERVATION OF ENERGY ETC. :

The required information is given in the prescribed form 'A' and as Annexure to this report.

8. AUDITORS :

M/s. Vipin Batavia & Co., Chartered Accountants, Retire from the office of Auditors and being eligible, offer themselves for reappointment.

For and on behalf of the Board

Place : Mumbai
Dated : 4th Sep. 2000

SURENDRA T. SAVAI
Chairman & Managing Director

MANAV YARN PRODUCTS LIMITED



FORM 'A'

Form for disclosure of particulars with respect to conservation of energy 1999-2000.

PARTICULARS 1999-2000 1998-99

A. POWER AND FUEL CONSUMPTION :

1. Electricity

(a) Purchased

Units (KWH Lacs)	NII	27.25
Total amount (Rs./Lacs)	NII	62.82
Avg. Rate/Unit (Rs.)	NII	2.31

(b) Own Generation

(i) Through diesel Generators	Not Ascertainable	Not Ascertainable
Units (KWH Lacs)		
Units per litre of Diesel Oil		

(ii) Through steam Turbine/Generators Units	NII	NII
Units per Tonne of Coal/		
Average Cost/Units.		

2. Coal (Specified quantity and where use)	NII	NII
Quantity		
Total Average Rate		
3. Furnace Oil	NII	NII
Quantity (K. Ltr.)		
Total Amount (Rs./Lacs)		
Average Rate (Rs./Lacs)		
4. Other/Internal Generation (Please give details)	NII	NII
Quantity-		
Total Cost		
Average Rate/Units		
B. Consumption per unit of Production :		
As the Company manufactures different Denier of Twisting and Texturised Yarn, it is not possible to give consumption per unit of production.		

AUDITORS' REPORT

To,

The Members of

Manav Yarn Products Limited

We have Audited the attached Balance Sheet of Manav Yarn Products Limited as at March 31, 2000 and also the Profit and Loss account of the Company for the year ended on that date annexed thereto and report as under :

- We have obtained all the information and explanation which to the best of our knowledge and belief, were necessary for the purpose of our audit.
- 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 the Books of Account.
- The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Account.
- In our opinion, the Profit & Loss Account and Balance Sheet dealt with by this report are in compliance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956, give in the prescribed manner the information required by the Act but do not give a true and fair view of the state of Company affair as at 31st March, 2000 and its Loss for the year ended on that date since :
 - During the year Company has made One Time Settlement with GIIC & GSFC and cleared all the outstanding loan amount alongwith interest payable thereon of Rs. 20, 77, 701/-. The Company has not paid interest amount separately and not provided in the accounts. As a result the loss would have been more by this amount. Refer Note - 2 to Notes to accounts.
 - The Company has neither paid nor provided the interest liability of Rs. 61,24,827/- on various loans obtained from Bank of India. As a result the loss would have been more by this amount. Refer note - 2 to Notes to accounts.

5. We further report that :

- The accounts of the company have been prepared on the basis of 'going concern' concept, although 100% erosion of the net worth of the company has taken place in the previous year as reported and further loss is added during the year. The operations of the Company have nevertheless continued and are being carried on till date on job work basis. Under the circumstances in the opinion of the management the Company is a going concern on the date of Balance Sheet.
 - No provision has been made in respect of accrued gratuity liability (Refer Note No. 12 of Schedule-19).
6. Subject to the above, in our opinion and to the best of our information and according to the explanation given to us, the said accounts, read together with notes thereon, give the information required by the Companies Act, 1956 in the manner so required and gives a true and fair view :
- In the case of Balance Sheet, of the State of Affairs of the Company as at March 31, 2000.
 - In the case of Profit and Loss Account, of the Profit for the year ended on that date.
- AND
7. As required by the Manufacturing and other Companies (Auditor's Report) Order, 1988 issued by the Central Government in terms of Section 227 4(A) of Companies Act 1956, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of our audit, we further report that :
- The Company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets. We are informed that these fixed assets were physically verified by