

# **14th**

# **ANNUAL REPORT**

## **1999 - 2000**



**SGN TELECOMS LIMITED**

Regd. Office : E-58, ELTOP, PHASED VIII. MOHALI (PB.)

# SGN TELECOMS LIMITED

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### BOARD OF DIRECTORS

S. Davinder Singh	Managing Director
S. Surinder Singh	Executive Director
Mrs. Paramjeet Kaur	Director
Mrs. Parminder Kaur	Director

### Bankers

Punjab National Bank  
Sector 16, Chandigarh

### Auditors

Narinder Associates  
Chartered Accountants  
11, Quiet Office, Sector 35-A,  
Chandigarh - 160 022

### 14th Annual General Meeting

Date	:	Saturday, 31st March, 2001
Time	:	10.00 A.M.
Venue	:	E-58, ELTOP, Phase VIII, S.A.S. Nagar, Mohali

**SGN TELECOMS LIMITED****NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that the 14th Annual General Meeting of the members of SGN TELECOMS LIMITED will be held on Saturday, the 31st day of March, 2001 at 10.00 A.M. at the Registered Office of the Company at E-58, Phase VIII Eltop Industrial Area, SAS Nagar - 160 051, to transact the following business :-

**A. ORDINARY BUSINESS :-**

1. To receive, consider and adopt the audited Balance Sheet as at 30th September, 2000 and Profit & Loss Account for the year ended on that date along with the reports of the Directors and Auditors thereon.
2. To consider and appoint a Director in place of Mrs. Paramjeet Kaur, who retires by rotation. and being eligible, offer herself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and authorise the Board of directors to fix their remuneration. M/s. Narinder Associates, Chartered Accountants, 11. Quiet Office, 2nd Floor, Sector 35-A. Chandigarh, 160 022, the retiring Auditor, being eligible, offer themselves for re-appointment.

By Order of the Board  
For **SGN TELECOMS LIMITED**

Date : 26th February, 2001

Place : Mohali

**DAVINDER SINGH**  
MANAGING DIRECTOR

**NOTES :**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote (on a poll only) 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 not less than 48 hours before the meeting.
2. The Explanatory Statement pursuant to section 173(2) is attached.
3. The Share Transfer Books and Register of Members shall remain closed from 26th March, 2001 31st March, 2001 both days inclusive.

By Order of the Board  
For **SGN TELECOMS LIMITED**

Date : 26th February, 2001

Place : Mohali

**DAVINDER SINGH**  
MANAGING DIRECTOR

**SGN TELECOMS LIMITED****REPORT OF THE BOARD OF DIRECTORS**

To

The Members,

The Directors of your Company have pleasure in presenting their annual report on the Affairs of the Company alongwith Audited Accounts for the year ended on 30th September, 2000.

**FINANCIAL RESULTS :****RUPEES**

	<b>1999-2000</b>	<b>1998-99</b>
Operating & Other Income	0.00	40,573
Gross operating profit	(7,40,062)	(15,08,906)
Less : Depreciation	6,03,754	6,03,754
Profit before taxation	(13,43,817)	(21,12,661)
Less : Finance Charges	49,43,050	32,65,602
Loss after tax	(62,86,867)	(53,78,263)

**PERFORMANCE REVIEW**

The company could not resume production during the year under review.

Your Company is negotiating with M/s Great Rise International, of Hongkong for investment in the company. Great Rise International, which is a growing Trading house of Hongkong with an annual turn over of around HK\$ 300 million is mainly involved in supplying and trading of Electrical and Telecom Cables to Middle East and African Countries. The company has shown keen interest for setting up optical Fibre underground and aerial cables project upto 24 pairs initially to be. subsequently increased to 48 pairs. By this investment in your company, great Rise International will have captive supply of cables. The installed Capacity of the project will be 1.2 million Fibre kms. per Annum. Total cost of the project is envisaged at around Rs. 22 Crores.

Directors hope to sign Memorandum of understanding with M/s Great Rise International in due course of time.

During the year, name of the company was changed to SGN TELECOMS LTD.

**DIVIDEND**

Your Directors are unable to recommended any dividend.

**DEPOSIT**

The Company has not accepted any deposits during the year under review.

**DIRECTORS**

Mrs. Paramjeet Kaur is retiring at this annual General Meeting and, being eligible, offers herself for re-appointment.

**AUDITORS' REPORT**

The Auditor's Report read together with notes on accounts is self explanatory.

**PARTICULARS OF EMPLOYEES**

Information pursuant to section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules. 1975 as amended from time to time.

**NIL**

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

The Company was closed for the year, hence the particular in accordance with the requirements of section 217(1)(e) of the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 for the information as regards Energy conservation, the Directors wish to state that the Company is taking effective steps for identifying and implementing of the Energy Savings Systems even though the said rules are not applicable to the Company.

As regard technology absorption, the company has is talled latest machinery for its projects and is conscious of regular upgradation of technology by constant modernisation from to time.

**FOREIGN EXCHANGE EARNING AND OUT GO**

NIL

**ACKNOWLEDGMENT**

Your Directors wish to place on record their sincere appreciation for the advice, support and co-operation received throughout the year from the Company's Bankers, Financial Institutions, Central and State Government Departments and Local Authorities, Contractors, Suppliers, Dealers, Customers and Employee of the Company.

By Order of the Board  
For **SGN TELECOMS LIMITED**

Date : 26th February, 2001  
Place : Mohali

**DAVINDER SINGH**  
MANAGING DIRECTOR



**AUDIT REPORT**

The Members of  
**SGN TELECOMS LIMITED,**  
 (Previously known as SGN Cable Industries Ltd.)  
**MOHALI.**

We have examined the attached Balance Sheet of SGN TELECOMS LIMITED as 30<sup>th</sup> September, 2000 and the Profit and Loss Account the for the year ended on the date annexed thereto and report that :

1. As required by the Manufacturing and other companies (Auditors Report, 1988), issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, we give in Annexure A statement on the matters specified in the paragraph 4 and 5 of the said order, to the extent applicable to the company.
2. Further to our comments in the Annexure referred to in paragraph (1) above.
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of the Audit.
  - (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examinations of those books.
  - (c) The Balance Sheet and the Profit and Loss Account referred to in this report are agreement with the books of accounts.
  - (d) In our opinion and to the best of our information and according to the explanations given to us the said accounts subject to Note No. 5, 6, 7, 9, 12, 14, 16, 17 and read with other notes thereon give the information required by the Companies Act, 1956 in the matter so required and give the true and fair view:
    - i) In the case of the Balance Sheet, of the state of affairs of the Company as at 30<sup>th</sup> September, 2000 and
    - ii) In the case of Profit and Loss Account of the Loss of the Company for the year ended on that date.

For **NARINDER ASSOCIATES**  
**Chartered Accountants**

**PLACE: CHANDIGARH**  
**DATED: 26.02.2001**

**(N.K.GARG)**  
**PROP.**