



HITKARI FIBRES LIMITED
15TH ANNUAL REPORT
2000-2001



HITKARI FIBRES LIMITED

BOARD OF DIRECTORS (as on 30.01.2002)

Mr. Anil K. Hitkari

Chairman & Managing Director

Mr. R.R. Singh

Dr. (Mrs.) Chandni Hitkari

Mr. Aditya Hitkari

Mr. Sanjay Sahni

BANKER

State Bank of India

AUDITORS

PRATAP B. SHETH & COMPANY

(Chartered Accountants)

REGISTERED OFFICE

Trishul Apartment, 'A' Building

Ground Floor, B.R.Hitkari Marg

Sindhi Society, Chembur

MUMBAI - 400 071

FACTORY

Plot No. B-10, M.I.D.C.,

Mahad, (Dist. Raigad, Maharashtra)

REGISTRAR & SHARE TRANSFER AGENTS

Datamatics Financial Services Limited

Plot No. A, 16 & 17, M.I.D.C.,

Part - B, Cross Lane,

Marol, Andheri (East),

Mumbai - 400 093.

**HITKARI FIBRES LIMITED****NOTICE**

NOTICE IS HEREBY GIVEN THAT THE 15TH ANNUAL GENERAL MEETING OF THE MEMBERS OF HITKARI FIBRES LIMITED WILL BE HELD AT THE SINDHI SOCIETY GYMKHANA, 18TH ROAD, SINDHI SOCIETY, CHEMBUR, MUMBAI - 400 071 ON TUESDAY, THE 26TH FEBRUARY, 2002 AT 3.00 P.M. TO TRANSACT THE FOLLOWING BUSINESS:

- 1) To consider, approve and adopt the Balance Sheet as at 30th September 2001 and Profit and Loss Account for the period on that date and Reports of the Board of Directors and Auditors thereon.
- 2) To appoint a Director in place of Shri Rajendra R. Singh, who retires by rotation and being eligible, offers himself for re-appointment.
- 3) To appoint a Director in place of Dr. (Mrs.) Chandni A. Hitkari, who retires by rotation and being eligible, offers herself for re-appointment.
- 4) To appoint Auditors and fix their remuneration.

NOTES :-

- a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THAT PROXY NEED NOT BE A MEMBER.
- b) Members are requested to intimate to the Company, change, if any, in their registered address.
- c) The Share Transfer books and Register of Members shall be kept closed on 26th February, 2002.

By Order of the Board

ANIL K. HITKARI
CHAIRMAN & MANAGING DIRECTOR

Registered Office :

'Trishul Apartments', 'A' Building,
Gr. Floor, B.R.Hitkari Marg,
Sindhi Society, Chembur,
MUMBAI - 400 071

Date : 30th January, 2002



Fifteenth Annual Report

DIRECTORS' REPORT

To The Members,

The Directors have pleasure in presenting the 15th Annual Report together with the Audited Statement of Accounts for the Financial period ended 30th September, 2001

FINANCIAL RESULTS

(Rupees in Lacs)

	Period Ended 30.09.2001	Year Ended 31.03.2000
Sales & Other Income	2249.46	1658.13
Less: Excise Duty	317.60	216.68
Net Sales & Other Income	1931.86	1441.45
Profit before Interest, Finance Charges and Depreciation	252.33	173.41
Interest & Finance Charges	142.03	93.60
Depreciation	109.00	70.62
Net Profit	1.30	9.19

DIVIDEND

In order to strengthen the financial resources of the Company, your Directors do not recommend any dividend for the period ended 30th September, 2001.

YEAR IN RETROSPECT

Your Company has extended the current accounting period for the Six Months. Consequently, accounts for period under review, are made for 18 months.

This period under review resulted in net profit of 1.30 lacs as compared to net profit of 9.19 lacs during the previous year. The reduction in the net profit is due to pressure on sales margin and recession in economy in general.

FINANCE

Your Company has paid the lease rental dues of I.D.B.I. in respect of assets purchased under the lease agreement. With the repayment of lease rental dues to I.D.B.I., financial burden will reduce substantially and performance of the Company shall improve in years to come.

Further, there were floods at Mahad Factory in the month of May, 2000 and June, 2000. This resulted in damages to the stock of work in progress. However, the Company is insured against the flood risk and the claims have been filed with the insurance company for the recovery of loss caused. Same will be settled soon.

PROJECT & FUTURE PROSPECTS

At the present, Company is supplying Automotive Carpets to Maruti Udyog Ltd., General Motors (India) Ltd., Hyundai Motors, Telco, Hindustan Motors, Toyota, Ind Auto(Fiat) etc. Apart from this the Company has negotiated with Lear Seating (India) Pvt. Ltd., which is supplying auto carpet to Mahindra & Mahindra for their SCARPIO model. This will increase the turnover and profit of the Company.

DIRECTORS:

Mr. Rajendra R. Singh retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.



HITKARI FIBRES LIMITED

Dr. (Mrs.) Chandni A. Hitkari retires by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment. It is recommended that appointment of all these Directors be approved.

RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 2000 the Director confirm that :

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same.
- ii) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial period and of the profit of the Company for that period;
- iii) They have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) They have prepared the annual accounts on a going concern basis.

AUDIT COMMITTEE

In accordance with Section 292A of the Companies Act, an Audit Committee has been formed comprising of Mr. Anil K. Hitkari, Dr. (Mrs.) Chandni Hitkari and Mr. Aditya Hitkari. The Committee has elected Mr. Anil K. Hitkari as its Chairman.

AUDITORS

The terms of the current Auditors of the Company, Messrs Pratap B. Sheth & Company, Chartered Accountants, Mumbai, expires at the conclusion of the ensuing Annual General Meeting. Members are requested to appoint Auditors and fix their remuneration.

PERSONNEL

There is no employee getting salary in excess of Rs. 1,00,000/- per month or more through out or part of the financial period under review.

DEPOSITS

During the year under review, the Company has not accepted any Deposit for which information is required to be given.

PARTICULARS OF ENERGY CONSERVATION, FOREIGN EXCHANGE EARNING & OUTGO:

Information in accordance with the provisions of Section 217(1)(e) of the Companies act, 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is given in the Annexure forming part of this report.

INDUSTRIAL RELATIONS

During the period, industrial relations have been cordial and your Directors wish to place on record their deep sense of appreciation for the devoted services of the Executives, Staff and Workers of the Company.

ACKNOWLEDGMENT

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions.

Your Directors also wish to thank the Banks, Customers, Distributors and Dealers, Suppliers, Employees and Shareholders for their continued support and co-operation.

For and on Behalf of the Board

ANIL K. HITKARI
CHAIRMAN & MANAGING DIRECTOR

Place : MUMBAI

Date : 30th January, 2002



Fifteenth Annual Report

ANNEXURE TO DIRECTORS REPORT :

INFORMATION AS PER SECTION 217 (1) (e) READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE PERIOD ENDED 30TH SEPTEMBER, 2001.

1) CONSERVATION OF ENERGY :

Since the Company has the most modern imported plant and having inbuilt features for minimum energy consumption, the company does not have any plan for additional investment on this account. The energy consumption is given in the prescribed form as below :

FORM A

Form for disclosure of particulars with respect to conservation of energy.

a) POWER AND FUEL CONSUMPTION

	Current Period	Previous Year
1. POWER :		
a) Purchases		
Unit (KWH)	16,23,822.00	12,29,625.00
Total Amount (Rs.)	76,01,548.00	52,42,919.00
Rate / Unit (Rs.)	4.68	4.26
b) Own Generation		
i) Through Diesel Generation	N.A.	N.A.
ii) Through Steam Generation	N.A.	N.A.
2. COAL :	N.A.	N.A.
3. FURNACE OIL		
a) LDO		
Unit (KL)	201.69	117.00
Total Rate (Rs.)	27,24,010.00	13,59,108.00
Avg. Rate (per KL)	13,505.92	11,616.00

NOTE:

As the Company produces various products having different quantitative measurements, per unit consumption of energy cannot be assessed.

2) TECHNOLOGY ABSORPTION:**1. Research & Development**

No research and development work has been carried out by the Company and, therefore, no expenditure on this head nor any benefit accrued from it.

2. Technology Absorption:

The Company has imported most modern Moulding Plant consisting of Powder scattering unit for lamination to produce Moulding Carpet for Automobile Sector under Lease arrangement with Maruti Udyog Limited and I.D.B.I.. However, no technology has been imported.

3. Foreign exchange earnings and outgo :

During the period 30th September, 2001 exchange earning was 10.25 lacs and the total foreign exchange outgo was 7.04 lacs. Details as per Schedule 14.

For and on behalf of the Board.

MR. ANIL K. HITKARI
CHAIRMAN & MANAGING DIRECTOR

Place : MUMBAI

Date : 30th January, 2002