

**12th  
Annual  
Report  
2001-2002**



**SUNRAJ DIAMOND EXPORTS LTD.**

**Directors**

**MR. C. D. GANDHI**

Chairman & Managing Director

**MR. S. C. GANDHI**

**MR. R. N. JOSHI**

**MRS. G. C. GANDHI**

**Bankers**

**STATE BANK OF INDIA**

**BANK OF BARODA**

**Auditors**

**M/S. BHUPENDRA SHROFF & CO.**

Chartered Accountants

**Registered Office**

301, Rupraj Building, 497, S.V.P. Road, Mumbai - 400 004.

**Registrars & Share Transfer Agents**

**M/S. CHOKSH INFOTECH LTD.**

106, Mhada Commercial Complex,

Oshivara, Jogeshwari (West),

Mumbai - 400 102.

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**NOTICE**

**NOTICE** is hereby given that the Twelfth Annual General Meeting of the shareholders of **Sunraj Diamond Exports Limited** will be held at Kshatriya Dnyati Sabha Gruha, 229-D Raja Ram Mohan Roy Marg, Girgaum, Mumbai 400 004 on Monday 30th September, 2002 at 11.00 a.m. to transact the following business:

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2002 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors' and Auditors.
2. To appoint a Director in place of Mr. S. C. Gandhi, who retires by rotation and being eligible, offers himself 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 of the Company, and to fix their remuneration.

For and on behalf of the Board of Directors

**C. D. GANDHI**  
Chairman

**Registered Office**  
301, Rupraj Building,  
497, S.V.P. Road,  
Mumbai 400 004

Dated : 31st August, 2002

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**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 A PROXY NEED NOT BE A MEMBER.
  2. The Register of Members and the share transfer books will remain closed from 23rd September, 2002 to 30th September, 2002 both days inclusive.
  3. Members are requested to bring their copies of Annual Report and Accounts to the Meeting.
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**Sunraj Diamond Exports Ltd.**

## DIRECTORS' REPORT

To,  
The Members,  
SUNRAJ DIAMOND EXPORTS LIMITED

The Directors' have pleasure in presenting their Twelfth Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2002.

### FINANCIAL RESULTS :

	31st March, 2002 Rupees	31st March, 2001 Rupees
Gross Operating Profit for the year	43,08,004	35,39,383
Less: Depreciation	2,07,140	1,34,983
Preliminary Expenses Written Off	1,76,335	1,76,335
	<u>3,83,475</u>	<u>3,11,318</u>
Profit before Tax	39,24,529	32,28,065
Less: Provision for Taxation	4,75,000	3,80,000
Net Profit for the year	34,49,529	28,48,065
Add / (Less) : Provision of earlier years w/off	(3,78,473)	1,38,187
	<u>30,71,056</u>	<u>29,86,252</u>
Add: Surplus brought forward from previous year		
	1,24,46,637	94,60,385
Balance Carried to Balance Sheet	<u>1,55,17,693</u>	<u>1,24,46,637</u>

### DIVIDEND :

With a view to conserving the resources, your Directors have decided not to recommend Dividend for the year.

### OPERATIONS :

During the year under review the Company has recorded a Turnover of Rs. 158.00 Lacs as compared to Rs. 140.91 Lacs in the previous year. Continued recession in the Diamond trade has resulted into a big slump in the market. Your Directors have therefore adopted a cautious approach and continue their endeavors to improve the situation.

### DIRECTORS :

In accordance with Article 109 of the Articles of Association of the Company, Mr. S. C. Gandhi retires by rotation but being eligible, offers himself for re-appointment. Mr. S. H. Kohli resigned from the Board with effect from 28.03.2002. He had been associated with the Company since its inception. Your Directors wish to place on record their appreciation for the services rendered by him during his tenure as Director of the Company.

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

Information pursuant to 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 is given in the annexure to the Report.

**PARTICULARS OF EMPLOYEES :**

The Company does not have any employee covered under the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and therefore, this information has not been furnished as part of this Report.

**DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to Section 217 (2AA) of the Companies (Amendment) Act, 2000 the Directors confirm 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 judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March, 31, 2002 and of the Profit of the Company for the period April 1, 2001 to March 31, 2002
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounts 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) The annual accounts have been prepared on a going concern basis.

**AUDITORS :**

Shareholders are requested to appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting. The retiring Auditors, M/s Bhupendra Shroff & Co., being eligible, offer themselves for re-appointment.

**ACKNOWLEDGEMENTS :**

The Directors acknowledge the co-operation and assistance received from the Banks and various Government agencies both Central and State.

The Directors wish to place on record their sincere appreciation of the contribution made by the employees at all levels of the organisation who have greatly contributed to the results.

**For and on behalf of the Board of Directors**

**C. D. GANDHI**  
Chairman

Place : Mumbai,

Dated: 31st August, 2002.

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**Sunraj Diamond Exports Ltd.**

## ANNEXURE TO DIRECTORS' REPORT

Statement pursuant to 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.

### A) CONSERVATION OF ENERGY :

During the year under review, the energy consumption was maintained at a very minimal level and the Company continues to endeavour that the consumption does not rise. The particulars of total energy consumption and energy consumption per unit of production are not applicable.

### B) TECHNOLOGY ABSORPTION - FORM 'B' :

#### 1. Research & Development

i) Specific areas in which Research and Development is carried out by the Company	}	
ii) Benefit derived as a result of the above Research & Development	}	NIL
iii) Future plan of action	}	
iv) Expenditure on Research & Development	}	

#### 2. Technology Absorption, Adaptation and Innovation.

The Company has no technical collaboration in respect of manufacture of Diamonds which includes cutting, polishing and finishing.

### C) FOREIGN EXCHANGE EARNINGS AND OUTGO :

Particulars with regard to foreign exchange expenditure and earnings are given in Note No. 13 & 14 of the Notes to the Accounts.

For and on behalf of the Board of Directors

**C. D. GANDHI**  
Chairman

Place : Mumbai,

Dated: 31st August, 2002.