

P.M.STRIPS LIMITED



20TH

**ANNUAL REPORT
2004-2005**



P.M. STRIPS LIMITED

7th Floor, Surya Towers.
Sardar Patel Road,
Secunderabad-500 003.
A.P. (INDIA)

To
The Registrar of Companies
3-5-398, II nd Floor,
Kendriya Sadan
Sultan Bazar,
Koti , Hyderabad

Dt:31.01.2006

COMPANY NO.01-15804

Dear Sir,

Sub: Filing of three certified copies of Balance Sheet and Profit & Loss account along with annual return for the financial year 2004-05.

In compliance with the provision of section 220 of the Companies Act. 1956, we are filing herewith three certified copies of Balance Sheet and Profit and Loss A/c for the financial year 2004-05 together with annexures attached thereto, which are adopted by the members in their 21st Annual General Meeting of the company held on 30th September, 2005 along with annual return. The same may please be taken on record.

The necessary filing fees is paid in cash at the counter.

Kindly acknowledge the receipt of the same.
Your faithfully,

For P.M.STRIPS LIMITED

[Signature]
AUTHORIZED SIGNATORY

DEPARTMENT OF COMPANY AFFAIRS ROC CASH COUNTER RECEIPT OFFICE OF THE REGISTRAR OF COMPANIES

REGISTRAR OF COMPANIES, HYDERABAD 31/01/2006
REC.NO.: 553513 REG.NO.: 01-015804
P.M. STRIPS LIMITED

TYPE OF DOCUMENT	MODE OF PAYMENT	DATE OF DOCUMENT	AMOUNT RS.
A/R (SH-5)	CASH	-H 30/09/2005 N	500
		A	1000
B/S (SH-6)	CASH	-H 31/03/2005 N	500
		A	2000
	(KI)	14:08	TOTAL 4000

N: NORMAL FEE A: ADDITIONAL FEE
COMPUTER SUPPORT BY INDUSTRY DIVISION N.L.C.

Phones : Office : 6266900, 6268700, 6316900, 6318700. Fax : 0091-40-7814979
E-mail : rsurana51@satyam.net.in Telegrams : GULAB

RAMA MOHAN & CO.,
CHARTERED ACCOUNTANTS

Phone : (O) 23702857
(R) 23512539

7/A, 1st Floor,
Vengal Rao Nagar,
Hyderabad-500 038.

AUDITOR'S REPORT

To

The Members
M/S. P.M.Strips Limited

1. We have audited the attached balance sheet of M/S. P.M.Strips Ltd as at 31st March, 2005 and also the profit and loss Account and the Cash Flow statement of the Company for the year ended on that date, which we have signed under reference to this report. These financial statements are the responsibility of the company's Management. Our responsibility is to express an opinion on the financial statements based on our audit.
2. We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (herein after called the Act) and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, We set out in the annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. We invite your attention to
 - i) *We invite your attention to Clause 13 of Schedule 18 wherein company has stated that no reply has been received from Debtors, Creditors and loans and Advances for the confirmation letters from parties or reconciliation of accounts. We are not in a position to determine the effect if any on the financial Results of the Company and the Company has not made any provision for doubtful recoveries in the accounts.*
 - ii) *The amounts payable / receivable from Group companies have been regrouped under Debtors / Creditors / Loans and Advances in the current Year with corresponding regrouping of the previous year as explained in clause 13 to Schedule 18.*
 - iii) *The preparation of accounts on going concern concept is subject to availability of funds from financial institutions.*

5. Subject to our qualifications mentioned in the report annexed hereto as mentioned in paragraph 3 & 4 above:

- a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. In our opinion, proper books of accounts as required bylaw have been kept by the company as far as it appears from our examination of the books;
- c. The Balance Sheet and profit and loss Account and the cash flow statement dealt with by this report are in agreement with the records and documents produced before us for the purposes of audit.
- d. In our opinion the Balance sheet, Profit and Loss Account and the Cash Flow statement dealt with by this report comply subject to our qualifications mentioned above in Para 4 and in the report annexed hereto comply Accounting Standards referred in (3C) of Section 211 of the "Act".
- e. On the basis of written representations received from the Directors, as on 31st March 2005, and taken on record by the Board of Directors, We report that none of the Directors are disqualified as on 31st March 2005 from being appointed as a Directors in terms of Clause (g) of Subsection 91 of Section 274 of the "Act".
- f. In our opinion, and in view of the qualification given above and the reported annexed to this report, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) In the Case of Balance Sheet, of the State of Affairs of the Company as at 31st March, 2005 and
 - ii) In the case of the profit and loss Account, of the Profit of the Company for the Year ended on that date.
 - iii) In case of Cash Flow statement, of the cash flows for the year ended on that date.

Place : Secunderabad

Date :



For G. Ramamohan & Co
Chartered Accountants

(G.RAMA MOHANA RAO)

M.NO. 13959

ANNEXURE TO AUDITOR'S REPORT

Annexure referred to in paragraph 3 of the report of the Auditors to the Members of M/s.
P.M.Strips Ltd For the year ended March 31, 2005.

- (i) The nature of the Company's business activities during the year are such that clauses clause (xiii) with respect to provisions of any special statue, (xiv) with respect to Companies dealing in securities (xix) with respect to creation of securities in case the company has raised money by way of issue of debentures (xx) company rasing money by way of public issue are not applicable to the company.
- (ii) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets . However, it needs to be substantially updated.
- (b) The Fixed Assets of the Company have been physically verified by the management during the by the Management and no material discrepancies between the records and physical inventory have been noticed.
- (c) In our opinion and according to the information and explanations given to us, a substantial part of the Fixed Assets has not been disposed off by the company during the year.
- (iii) (a) The Inventory of the company has been physically verified by the management during the year and the company has obtained confirmations from third parties the stock held by them.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management needs further improvement commensurate to the size of the company and nature of its business.
- (c) On the basis of our examination of records, in our opinion, the company has maintained adequate records of inventories and no material discrepancies were noticed on physical verification, which was done by the management.